



Chams Holding Company Plc

**Chams Holding Company Plc
Unaudited Consolidated and Separate Financial Statements
For the period ended 31 March 2023**

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Unaudited Consolidated and Separate Financial Statements for the period ended 31st March 2023

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Chams Holding Company Plc
Unaudited Consolidated and Separate Statement of Profit or Loss and other Comprehensive Income
for the period ended March 31st , 2023

	Notes	Group Account Unaudited 2023 Q1 (Jan-March) N' 000	Group Account Unaudited 2022 Q1 (Jan-March) N' 000	Group Account Audited 2022 N' 000	Company Unaudited 2023 Q1 (Jan-March) N' 000	Company Unaudited 2022 Q1 (Jan-March) N' 000	Company Audited 2022 N' 000
Revenue	1	2,583,108	860,897	5,066,147	-	35,666	51,983
Cost of Sales	2	(2,055,019)	(645,777)	(4,061,357)	(12,958)	(27,843)	(74,510)
Gross Profit		528,089	215,120	1,004,789	(12,958)	7,824	(22,527)
Other operating Income	3	378,593	54,853	124,257	425,331	47,653	181,219
Administrative Expenses	4	(595,578)	(242,585)	(1,134,504)	(340,268)	(49,073)	(8,927)
Operating Profit/(Loss)		311,104	27,388	(5,458)	72,105	6,404	149,765
Finance expense	5	(73,422)	(30,889)	(188,660)	(30,749)	(21,242)	(90,670)
Finance Income		86,130	19,276	65,062		3,480	9,716
(Loss)/Profit before Taxation		323,811	15,776	(129,056)	41,356	(11,358)	68,811
Taxation expense (Provision)			(6)	(246,184)			(214,292)
Profit/(Loss) after Taxation		323,811	15,769	(375,240)	41,356	(11,358)	(145,480)
Other Comprehensive Income/ Loss							
Revaluation gain on intangible asset				1,771,138			
Loss on investment securities at fair value through other comprehensive income				(8,373)			(8,373)
Other comprehensive income/(loss) (net of tax)		-	-	1,762,765	-	-	(8,373)
Disposal							
Profit on disposal of asset							
Other Income							
Total Comprehensive Income		323,811	15,769	1,387,525	41,356	(11,358)	(153,853)
Profit/Loss for the period attributable to :							
Owners of the company			13,517	1,762,765	41,356	(11,358)	(8,373)
Non controlling interest		323,811	2,252		-	-	
		-	-				
Income after taxation		323,811	15,769	1,762,765	41,356	(11,358)	(8,373)
Total comprehensive income attributable to:							
Owners of Parent		280,884	13,517	1,437,270	41,356		(153,853)
Non controlling interest		42,927	2,252	(49,745)	-		-
		323,811	15,769	1,387,525	41,356	-	(153,853)
Basic (Loss) / earnings per share (kobo)		0.06	0.33	(6.93)	0.01	(0.24)	(3.10)
Diluted (Loss)/ earnings per share (Kobo)		0.06	0.33	(6.93)	0.01	(0.24)	(3.10)

Chams Holding Company Plc and Its Subsidiary Companies
Unaudited Consolidated and Separate Statement of Financial Position
for the period ended March 31st , 2023

	Notes	Group			Company		
		Unaudited Q1 2023 N'000	Unaudited Q1 2022 N'000	Audited 2022 N'000	Unaudited Q1 2023 N'000	Unaudited Q1 2022 N'000	Audited 2022 N'000
Assets							
Non-current assets							
Right of Use of Asset	6	15,300	21,900	15,300.00			
Property, plant and equipment	7	2,268,855	2,254,434	2,249,038	1,704,128	1,755,417	1,717,134
Investment Project						538,029	
Deposit for Investment			-				
Available for Sale financial Assets							
Intangible Asset	8	7,144,798	5,263,318	7,144,798		1,132	
Investment in Subsidiaries					4,400,059	3,078,423	4,400,059
Investment in associates		75,000	74,898	75,000	75,000		75,000
Investment in Joint Ventures		425,044	17,375	425,044			
Investment securities at fair value through other Comprehensive Income		84,454	92,827	84,454	84,454	92,827	84,454
		10,013,451	7,724,751	9,993,634	6,263,641	5,465,828	6,276,647
CURRENT ASSETS							
Inventory & Work In Progress	9	676,774	218,535	372,908	-	282	
Trade and other receivable	10	3,645,275	2,243,108	3,904,067	415,625	889,769	415,625
Due from related Parties							
Short term investment			12,390				
Prepayments		111,935	74,388				
Cash and Cash Equivalent		1,824,353	2,805,060	2,018,270	57,081	6,660	2,736
		6,258,336	5,353,482	6,295,245	472,706	896,710	418,361
Total Assets		16,271,787	13,078,233	16,288,879	6,736,347	6,362,538	6,695,008
Liabilities							
Non -current liabilities							
Lease liabilities			10,680	10,680			
Long Term Loan	11	827,018	-	1,251,940	707,023		983,995
Deferred Tax/ Income		156,454	2,883	156,454	156,454	-	156,454
		983,472	13,563	1,419,073	863,477	-	1,140,449
Current liabilities							
Trade and other Payable	12	3,733,332	5,045,597	4,837,288	1,711,240	1,483,735	1,705,503
Loan & Borrowing		670,636	1,164,153	370,228	281,719	935,671	
Deposit for Shares	13	108,931	317,743				
Defered Income		844,354	32,667				
Due to Related Party		21,605		50,679			
Taxation		136,192	137,556	162,160	110,020	66,335	120,521
		5,515,051	6,697,715	5,420,354	2,102,979	2,485,742	1,826,024
Total liabilities		6,498,523	6,711,278	6,839,427	2,966,456	2,485,742	2,966,473
NET ASSETS		9,773,264	6,366,955	9,449,453	3,769,891	3,876,797	3,728,535

Chams Holding Company Plc
Unaudited Consolidated and Separate Financial Statements for the period ended 31st March 2023

Statement of Financial Position (Continued)
As at March 31st, 2023

		Group			Company		
		Unaudited Q1 2023 N'000	Unaudited Q1 2022 N'000	Audited 2022 N'000	Unaudited Q1 2023 N'000	Unaudited Q1 2022 N'000	Audited 2022 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		35,008	35,008	35,008	35,009	35,009	35,008
Revaluation Reserve		4,755,307	5,646,683	4,755,307	1,463,364	1,463,364	1,463,364
Revenue Reserve							
Capital Reserve		145,522		145,522			
Retained Earnings	14(i)	(1,994,762)	(2,871,777)	(2,275,646)	(60,965)	37,567	(102,321)
Fairvalue Reserve		(15,546)	(7,173)	(15,546)	(15,546)	(7,173)	(15,546)
Equity Attributable to Owners of the Parent		5,273,559	5,150,771	4,992,675	3,769,891	3,876,797	3,728,535
Non-Controlling Interest	14(ii)	4,499,705	1,216,183	4,456,777			
TOTAL EQUITY		9,773,264	6,366,954	9,449,453	3,769,891	3,876,797	3,728,535

The Financial statements on Pages 2 to 5 were approved for issue by the Board of Directors on 29 April 2023 and signed on its behalf by :


Mayowa Olaniyan
 Group Managing Director
 FRC/2013/ICAN/00000004330


Ifeoma N. Obasanya
 Head, Finance & Account
 FRC/2022/PRO/NIM/002/191239

Chams Holding Company Plc
Unaudited Consolidated and Separate Statement of Equity
For the period ended 31st March 2023

Group	Issued Share capital N'000	Share Premium N'000	Revaluation Reserve N'000	Retained Earnings N'000	Capital Reserve N'000	Fairvalue Reserve N'000	Non-controlling Interest N'000	Total N'000
Balance as at 1st January 2022	2,348,030	35,008	3,887,450	(2,887,546)	145,522	(7,173)	1,213,344	4,734,635
Profit /(Loss) for the Period	-	-	-	(325,495)	-	-	(49,745)	(375,240)
Negative retained earnings written off	-	-	-	741,541	-	-	494,361	1,235,902
Impact of balance sheet restructuring	-	-	-	195,854	-	-	(63,885)	131,969
Other Comprehensive Income	-	-	-	-	-	-	-	-
Fairvalue loss in the year	-	-	-	-	-	(8,373)	-	(8,373)
Revaluation gain on intangible asset	-	-	867,857	-	-	-	903,280	1,771,137
Total Comprehensive Profit	-	-	867,857	611,900	-	(8,373)	1,284,011	2,755,395
Transactions with owners recorded directly in equity:	-	-	-	-	-	-	-	-
Balance Adjustment on Beginning Balance Equity	-	-	-	-	-	-	1,959,423	1,959,423
Dividend	-	-	-	-	-	-	-	-
Balance as at 31 December 2022	2,348,030	35,008	4,755,307	(2,275,646)	145,522	(15,546)	4,456,778	9,449,453

Group	Issued Share capital N'000	Share Premium N'000	Revaluation Reserve N'000	Retained Earnings N'000	Capital Reserve N'000	Fairvalue Reserve N'000	Non-controlling Interest N'000	Total N'000
Balance as at 1st January 2023	2,348,030	35,008	4,755,307	(2,275,646)	145,522	(15,546)	4,456,778	9,449,453
Profit /(Loss) for the Period	-	-	-	280,884	-	-	42,927	323,811
Other Comprehensive Income	-	-	-	-	-	-	-	-
Fairvalue loss in the year	-	-	-	-	-	-	-	-
Revaluation gain on intangible asset	-	-	-	280,884	-	-	42,927	323,811
Total Comprehensive income	-	-	-	280,884	-	-	42,927	323,811
Transactions with owners recorded directly in equity:	-	-	-	-	-	-	-	-
Balance Adjustment on Beginning Balance Equity	-	-	-	-	-	-	-	-
Balance as at 31 March, 2023	2,348,030	35,008	4,755,307	(1,994,762)	145,522	(15,546)	4,499,705	9,773,264

Chams Holding Company Plc
Unaudited Consolidated and Separate Statement of Equity
For the period ended 31st March 2023

Company	Issued Share capital N'000	Share Premium N'000	Revaluation Reserve N'000	Retained Earnings N'000	Fairvalue Reserve N'000	Total N'000
Balance as at 1st January 2022	2,348,030	35,008	1,463,364	43,159	(7,173)	3,882,388
Profit /(Loss) for the Period	-	-	-	-	-	-
Other Comprehensive Income	-	-	-	(145,480)	-	(145,480)
Fairvalue loss in the year	-	-	-	-	(8,373)	(8,373)
Revaluation gain on intangible asset	-	-	-	-	-	-
Total Comprehensive Profit	-	-	-	(145,480)	(8,373)	(153,853)
Transactions with owners recorded directly in e	-	-	-	-	-	-
Balance Adjustment on Beginning Balance Equity	-	-	-	-	-	-
	-	-	-	-	-	-
Balance as at 31 December 2022	2,348,030	35,008	1,463,364	(102,321)	(15,546)	3,728,535

Company	Issued Share capital N'000	Share Premium N'000	Revaluation Reserve N'000	Retained Earnings N'000	Fairvalue Reserve N'000	Total N'000
Balance as at 1st January 2023	2,348,030	35,008	1,463,364	(102,321)	(15,546)	3,728,535
Profit /(Loss) for the Period	-	-	-	41,356	-	41,356
Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Loss	-	-	-	41,356	-	41,356
Transactions with owners recorded directly in e	-	-	-	-	-	-
	-	-	-	-	-	-
Balance as at 31 March, 2023	2,348,030	35,008	1,463,364	(60,965)	(15,546)	3,769,891

Chams Holding Company Plc
Unaudited and Separate Statement of
Cashflows for the period ended March 31

	Group		Company	
	2023 Unaudited N'000	2022 Audited N'000	2023 Unaudited N'000	2022 Audited N'000
Cash flows from operating activities				
(Loss)/profit after tax	323,811	(375,240)	41,356	(145,480)
Adjustment for:				
Depreciation of property, plant and equipment	18,534	105,937	13,016	55,328
Depreciation of right-of-use-assets		6,600		0
Amortisation of intangible assets	77	931		0
Impairment charge/(write back) on financial a		(146,360)		-335,729
Write off trade and other receivables		(246,369)		0
Other movement in trade and other receivables		123,689		0
Impairment charge on property,plant and equ				0
Other adjustment to the property,plant and eq	(7,500)	1,149		147
Profit on disposal of property,	27,907	(2,809)	27,907	(2,809)
Dividend income		0		0
Interest		(65,062)		(9,716)
Finance cost/ Income	(35,776)	188,554	30,749	90,584
Deferred tax liabilities	0	0		0
Tax expense	4,717	89,728	4,717	57,838
	331,771	(319,250)	117,744	(289,837)
Changes in operating assets and liabilities	0			
Inventories	137,233	(139,763)		0
Trade and other receivables	(527,281)	(2,668,062)	(86,599)	644,346
Deferred income		(11,110)		0
Trade and other payables	(395,229)	(470,649)	66,142	470,506
Tax paid		(37,175)		138,243
Withholding tax credit notes				0
Net cash from operating activities	(453,506)	(3,646,009)	97,288	963,258
Cash flows from investing activities				
Purchase of right-of-use assets		0		0
Proceeds from sale of property, plant & equipt		2,809		2,809
Purchase of property,plant and equipment	(50,738)	(92,556)	(12,195)	(4,232)
Acquisition of intangible assets		(139,949)		(1,132)
Additions to investment in subsidiaries		0		(851,895)
Additions to investment in associates		(102)		(102)
Investment in Joint Ventures		(407,669)		0
Interest Income	88,351	65,062		9,716
Net cash used in investing activities	37,613	(572,404)	(12,195)	(844,836)
Cash flows from financing activities				
Proceeds from loans and borrowings		111,945		11,945
Repayment of loans and borrowings	(147,000)	(194,204)		(81,325)
Proceeds from shares issued during the year	375,000	0		0
Contribution from non-controlling interest	42,927	3,243,433		0
Lease liabilities		0		0
Interest paid	(43,173)	(188,660)	(30,749)	(90,670)
Net cash from/(used in) financing activities	227,754	2,972,513	(30,749)	(160,050)
Cash equivalents	(188,138)	(1,245,900)	54,344	(41,628)
Cash and cash equivalents at 1st January,2023	1,648,399	2,894,300	2,736	44,363
Cash and cash equivalents at 31 March,	1,460,261	1,648,399	57,081	2,736

Chams Holding Company Plc and Its Subsidiaries
NOTES TO UNAUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
for the period ended March 31st, 2023

	N '000
1 Revenue	
Identity Management, Business Process Outsourcing & Membership solutions	-
Printer Solutions and Access	1,631,381
Card personalisation & Printing	450,869
Payment Systems Solutions	397,426
Agency banking, mobile money operation	<u>103,433</u>
	<u>2,583,108</u>
Intercompany Sales	<u>2,583,108</u>
	<u>2,583,108</u>
2 COST OF SALES	
Identity Management, Business Process Outsourcing & Membership solutions	12,958
Printer Solutions and Access	1,228,501
Card personalisation & Printing	390,219
Payment Systems Solutions	379,351
Agency banking, mobile money operation	<u>43,990</u>
	<u>2,055,019</u>
3 OTHER INCOME	
Chams Holding Company Plc	375,856
Chams Access: Sundry	2,471
Card Centre	267
Cham Switch	-
ChamsMobile	<u>-</u>
	<u>378,593</u>
4 ADMINISTRATIVE EXPENSES	
Chams Holding Company Plc	340,268
Chams Access	115,933
Card Centre	64,939
Chams Switch	39,745
ChamsMobile	<u>34,694</u>
	<u>595,579</u>
5 FINANCE EXPENSE/INCOME	
Chams Holding Company Plc	30,749
Chams Access	12,425
Card Centre	8,423
ChamsSwitch	21,826
ChamsMobile	<u>-</u>
	73,422
Finance Income	
Interest on Fixed Deposit	86,130
Net	<u>159,552</u>

**NOTES TO UNAUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
for the period ended March 31st, 2023 (Continued)**

6	RIGHT OF USE OF ASSET	
	Chams Access	<u>15,300</u>
7	PROPERTY, PLANT & EQUIPMENT	
	Chams Holding Company Plc	1,704,128
	Chams Access	47,963
	Card Centre	475,350
	ChamsSwitch	31,944
	ChamsMobile	9,470
		<u>2,268,855</u>
8	Intangible Asset	
	Chams Holding Company Plc	
	ChamsAccess	6,983
	Chams Switch	3,906,994
	ChamsMobile	2,973,136
	Work in Progress	257,686
		<u>7,144,798</u>
9	INVENTORIES/ WORK IN PROGRESS	
	Chams Holding Company Plc	
	Chams Access	156,184
	Card Centre	499,231
	Chams Switch	21,359
	ChamsMobile	
		<u>676,774</u>
10	RECEIVABLES	
	TRADE & OTHER RECEIVABLES	
	Chams Holding Company Plc	415,625.00
	Chams Access	1,564,684.00
	Card Centre	241,099.85
	Chams Switch	1,321,670
	ChamsMobile	102,196.00
		<u>3,645,275</u>
11	Loan term loan	
	Chams Holding Company Plc	707,023
	Chams Access	
	Card Centre	119,995
	Chams Switch	
	ChamsMobile	
		<u>827,018</u>
12	Trade & Other Payables	
	Chams Holding Company Plc	415,625
	Chams Access	1,576,293
	Card Centre	241,100
	Chams Switch	1,321,670
	ChamsMobile	90,587
	Other Payables	
		<u>3,645,275</u>
13	Deposit for Share	
	Card Centre	108,931
	Cham Switch	
	ChamsMobile	
		<u>108,931</u>

14 Retained Earnings	
(i) Non Controlling Interest B/F	4,456,778
Profit Attributable to NCI	<u>42,927</u>
Total NCI	<u>4,499,705</u>

(ii) Parent	
Retained Earnings	
Attributable to the Parent B/F	(2,275,646)
Attributable to the Parent for the Period	<u>280,884</u>
Total Retained Earnings for the Group	<u>(1,994,762)</u>

NOTES TO UNAUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
for the period ended March 31st, 2023 (Continued)

15 Cash and Cash Equivalents	
Chams Holding Company Plc	57,081
Chams Access	96,794
Card Centre	524,977
Chams Switch	60,574
ChamsMobile	<u>1,084,927</u>
	<u>1,824,353</u>

1 General Information

Chams Holding Company 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 Holding Company 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 Three months ended 31st March, 2023 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 2022, 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 2022

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.

Security Trading Policy

The Board and Directors has approved a Securities Trading Policy which prescribes a code of behaviour for Directors, management of the company, external advisers and other related persons in possession of market related information.

The code prohibits these persons from dealing in the company's securities during closed periods in accordance with the Provisions of the Investments and Securities Act and post listing Rules of the Nigerian Stock Exchange. All insiders are notified of closed periods through written or electronic communication from the Company Secretary. The Securities Trading Policy is available on the Company website.