



Chams Holding Company Plc

**Chams Holding Company Plc
Unaudited Consolidated and Seperate Financial Statements
For the Nine Month Ended 30 September 2023**

Chams Holding Company Plc
Unaudited Consolidated and Seperate Financial Statements for the Nine Month ended 30th September 2023

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Chams Holding Company Plc and its Subsidiaries

Unaudited Consolidated and Separate Statement of Profit or Loss and other Comprehensive Income

for the period ended 30th September , 2023

	Notes	GROUP					COMPANY				
		Unaudited 2023 Jul-Sept. N' 000	Unaudited 2022 Jul-Sept. N' 000	Unaudited 2023 Jan-Sept. N' 000	Unaudited 2022 Jan-Sept. N' 000	Audited 2022 Dec. N' 000	Unaudited 2023 Jul-Sept. N' 000	Unaudited 2022 Jul-Sept. N' 000	Unaudited 2023 Jan-Sept. N' 000	Unaudited 2022 Jan-Sept. N' 000	Audited 2022 Dec. N' 000
Revenue	1	2,171,657	1,057,006	7,509,556	3,171,916	5,066,147		391	637,562	51,749	51,983
Cost of Sales	2	(1,738,871)	(835,751)	(5,674,478)	(2,519,551)	(4,061,357)	(3)	(14,524)	(198,114)	(56,380)	(74,510)
Gross Profit		432,786	221,255	1,835,079	652,365	1,004,790	(3)	(14,133)	439,448	(4,631)	(22,527)
Other operating Income	3	9,673	22,655	13,037	142,358	124,257	13,445	57,437	33,217	146,323	181,219
Administrative Expenses	4	(399,860)	(373,602)	(1,523,863)	(845,745)	(1,134,504)	(83,980)	(135,368)	(562,321)	(251,434)	(8,926)
Operating Profit/(Loss)		42,599	(129,692)	324,253	(51,022)	(5,458)	(70,538)	(92,063)	(89,656)	(109,742)	149,766
Group Contribution							40,500		121,500		
Finance expense	5	(29,329)	(65,766)	(175,159)	(138,057)	(188,660)	(23,170)	(23,161)	(93,155)	(72,221)	(90,670)
Finance Income		7,993	908	106,003	53,274	65,062	1,978	9,312	8,488	9,716	
Profit/(Loss) before Taxation		21,263	(194,550)	255,096	(135,805)	(129,056)	(53,208)	(113,246)	(51,999)	(173,475)	68,812
Taxation credit/ (expense)						(246,184)					(214,292)
Profit/(Loss) after Taxation		21,263	(194,550)	255,096	(135,805)	(375,240)	(53,208)	(113,246)	(51,999)	(173,475)	(145,481)
Loss/ profit attributable to :											
Owners of the parent		17,722	(162,148)	212,610	(113,187)	(325,495)					
Non- Controlling Interest	14(i)	3,541	(32,402)	42,486	(22,618)	(49,745)					
		21,263	(194,550)	255,096	(135,805)	(375,240)					
Basic (Loss) / earnings per share (kobo)		0.38	(3.45)	4.53	(2.41)	(6.93)	(1.13)	(2.41)	(1.11)	(3.69)	(3.10)
Diluted (Loss)/ earnings per share (Kobo)		(1.30)	(3.45)	4.53	(2.41)	(6.93)	(1.13)	(2.41)	(1.11)	(3.69)	(3.10)
Other Comprehensive Income/ Loss											
Revaluation of intangible asset in the year				891,376		1,771,138					
Loss on investment securities at fair value through other comprehensive income						(8,373)					(8,373)
Other Comprehensive Income/ Loss				891,376		1,762,766					(8,373)
Total Comprehensive Income		21,263	(194,550)	1,146,472	(135,805)	1,387,526	(53,208)	(113,246)	(51,999)	(173,475)	(153,853)
Profit/Loss for the period attributable to :											
Owners of the company		18,226	(166,765)	891,376	(116,410)	1,762,765				(173,475)	(8,373)
Non controlling interest		3,037	(27,785)		(19,395)						
		21,263	(194,550)	891,376	(135,805)	1,762,765				(173,475)	(8,373)
Total comprehensive income attributable to:											
Owners of Parent		13,496	(123,488)	1,103,986	(86,201)	1,437,270				(173,475)	(153,853)
Non controlling interest		7,767	(71,062)	42,486	(49,605)	(49,745)					
		21,263	(194,550)	1,146,472	(135,805)	1,387,525				(173,475)	(153,853)

Chams Holding Company Plc and its Subsidiaries

**Unaudited Consolidated and Separate Statement of Financial Position
for the period ended September 30 , 2022**

NOTES	GROUP			COMPANY		
	Chams Group Unaudited SEPT 2023 N'000	Chams Group Unaudited SEPT 2022 N'000	Chams Group Audited DEC. 2022 N'000	Chams Plc Unaudited SEPT 2023 N'000	Chams Plc Unaudited SEPT 2022 N'000	Chams Plc Audited DEC. 2022 N'000
Assets						
Non-current assets						
Right of Use of Asset			15,300			
Property, plant and equipment	6	2,322,526	2,243,534	2,249,038	1,734,202	1,717,134
Investment Project		17,375	17,835		460	
Deposit for Investment						
Available for Sale financial Assets			-			
Intangible Asset	7	7,226,986	5,350,567	7,144,798	1,132	
Investment in Subsidiaries				4,231,190	3,548,164	4,400,059
Investment in associates		75,000	75,000	75,000	75,000	75,000
Investment in Joint Ventures		425,044	-	425,044		
Investment securities at fair value through other Comprehensive Income		84,454	92,827	84,454	92,827	84,454
		10,151,384	7,779,763	9,993,636	5,451,785	6,276,647
CURRENT ASSETS						
Inventory & Work In Progress	8	877,479	516,449	372,908	282	
Trade and other receivable	9	4,243,222	1,659,251	3,904,067	371,014	415,625
Due from related Parties						
Short term investment		18,603	14,578			
Prepayments	11		173,487		9,898	
Cash and Cash Equivalent	14	2,982,214	2,669,604	2,018,270	119,338	2,736
		8,121,519	5,033,369	6,295,245	500,250	418,360
Total Assets		18,272,903	12,813,132	16,288,880	6,360,561	6,695,007
Liabilities						
Non-current liabilities						
Lease liabilities			10,680			
Long Term Loan	12	818,933	1,277,649	1,251,940	998,207	983,995
Deferred Tax/ Income		156,454	-	156,454	-	156,454
		975,386	1,277,649	1,419,073	998,207	1,140,449
Current liabilities						
Trade and other Payable	10	4,138,506	6,040,071	4,837,288	1,566,965	1,705,503
Loan & Borrowing		154,539	-	370,228	154,539	
Deposit for Shares	13	843,046	314,283			
Other Customer deposits		1,443,120				
Defered Income		3,377	431,621	50,679		
Due to Related Party						
Taxation		119,003	150,679	162,160	106,346	120,521
		6,701,591	6,936,654	5,420,354	1,827,850	1,826,024
Total liabilities		7,676,978	8,214,303	6,839,427	2,651,647	2,966,473
NET ASSETS		10,595,925	4,598,829	9,449,453	3,708,914	3,728,534

Statement of Financial Position (Continued)
 As at September 30, 2022

	GROUP			COMPANY		
	Chams Group Unaudited SEPT 2023 N'000	Chams Group Unaudited SEPT 2022 N'000	Chams Group Audited Dec. 2022 N'000	Chams Plc Unaudited SEPT 2023 N'000	Chams Plc Unaudited SEPT 2022 N'000	Chams Plc Audited Dec. 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	35,008	35,008	35,008
Revaluation Reserve	5,646,683	3,887,450	4,755,307	1,463,364	1,463,364	1,463,364
Capital Reserve	145,522	145,522	145,522			
Retained Earnings	13(ii) (2,063,036)	(3,000,734)	(2,275,646)	(154,320)	(130,314)	(102,321)
Revenue Reserve				207,336		
Fairvalue Reserve	(15,546)	(7,173)	(15,546)	(15,546)	(7,173)	(15,546)
Equity Attributable to Owners of the Parent	6,096,661	3,408,103	4,992,676	3,883,872	3,708,914	3,728,535
Non-Controlling Interest	4,499,264	1,190,726	4,456,777			
TOTAL EQUITY	10,595,925	4,598,829	9,449,453	3,883,872	3,708,914	3,728,535

The Financial statements on Pages 2 to 5 were approved for issue by the Board of Directors on October 30, 2023 and signed on its behalf by :



Mayowa Olaniyon
 Group Managing Director
 FRC/2013/ICAN/0000004330



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 September 30 2023

Group	Issued	Share	Revaluation	Retained	Capital	Fairvalue	Non-	Total
	Share capital	Premium	Reserve	Earnings	Reserve	Reserve	controlling	
	N'000	N'000	N'000	N'000	N'000	N'000	Interest	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	Revaluation	Retained	Capital	Fairvalue	Non-	Total
	Share capital	Premium	Reserve	Earnings	Reserve	Reserve	controlling	
	N'000	N'000	N'000	N'000	N'000	N'000	Interest	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	-	-	-	212,610	-	-	42,486	255,096
Other Comprehensive Income	-	-	-	-	-	-	-	-
Fairvalue loss in the year	-	-	-	-	-	-	-	-
Revaluation gain on intangible asset	-	-	891,376	-	-	-	-	891,376
Total Comprehensive income	-	-	891,376	212,610	-	-	42,486	1,146,472
Transactions with owners recorded directly in equity:	-	-	-	-	-	-	-	-
Balance Adjustment on Beginning Balance Equity	-	-	-	-	-	-	-	-
Balance as at September 30, 2023	2,348,030	35,008	5,646,683	(2,063,036)	145,522	(15,546)	4,499,264	10,595,925

Chams Holding Company Plc
Unaudited Consolidated and Separate Statement of Equity
For the period ended September 30 2023

Company	Issued Share capital N'000	Share Premium N'000	Revaluation Reserve N'000	Revenue Reserve	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	-	-	-	-	(145,480)	-	-
Other Comprehensive Income	-	-	-	-	-	(8,373)	(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 ec	-	-	-	-	-	-	-
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	Revenue 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	-	-	-	-	(51,999)	-	(51,999)
Other Comprehensive Income	-	-	-	-	-	-	-
Revenue Reserve	-	-	-	207,336	-	-	207,336
Total Comprehensive Loss	-	-	-	207,336	(51,999)	-	(51,999)
Transactions with owners recorded directly in ec	-	-	-	-	-	-	-
Balance as at September 30, 2023	2,348,030	35,008	1,463,364	207,336	(154,320)	(15,546)	3,883,872

Chams Holding Company Plc

Unaudited and Separate Statement of Cashflows for the period ended September 30, 2023

	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	255,096	(375,240)	(51,999)	(145,480)
Adjustment for:				
Depreciation of property, plant and equipment	73,488	105,937	39,134	55,328
Depreciation of right-of-use-assets		6,600		0
Amortisation of intangible assets		931		0
Impairment charge/(write back) on financial asset		(146,360)		(335,729)
Write off trade and other receivables		(246,369)		0
Other movement in trade and other receivables	276,495	123,689	(29,845)	0
Impairment charge on property, plant and equipment				0
Other adjustment to the property, plant and eq		1,149		147
Profit on disposal of property, plant & eqipt		(2,809)		(2,809)
Dividend income		0		0
Interest		(65,062)		(9,716)
Finance cost/ Income	(69,156)	188,554	(83,842)	90,584
Deferred tax liabilities		0		0
Tax expense		89,728		57,838
	535,923	(319,250)	(126,552)	(289,837)
Changes in operating assets and liabilities	0			
Inventories		(139,763)		0
Trade and other receivables	593,335	(2,668,062)	34,713	644,346
Deferred income		(11,110)		0
Trade and other payables	698,782	(470,649)	138,538	470,506
Tax paid	119,003	(37,175)	106,346	138,243
Withholding tax credit notes				0
Net cash from operating activities	1,947,042	(3,646,009)	153,045	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	(57,791)	(92,556)	(830)	(4,232)
Acquisition of intangible assets	(117,753)	(139,949)		(1,132)
Additions to investment in subsidiaries		0	185,067	(851,895)
Additions to investment in associates		(102)		(102)
Investment in Joint Ventures		(407,669)		0
Interest income	106,003	65,062	9,312	9,716
Net cash used in investing activities	(69,541)	(572,404)	193,549	(844,836)
Cash flows from financing activities				
Proceeds from loans and borrowings		111,945		11,945
Repayment of loans and borrowings	(480,169)	(194,204)	(136,837)	(81,325)
Proceeds from shares issued during the year		0		0
Contribution from non-controlling interest	42,486	3,243,433		0
Lease liabilities		0		0
Interest paid	(106,003)	(188,660)	(93,155)	(90,670)
Net cash from/(used in) financing activities	(543,686)	2,972,513	(229,992)	(160,050)
Cash equivalents	1,333,815	(1,245,900)	116,602	(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 September 30, 2023	2,982,214	1,648,399	119,338	2,736

Chams Holding Company Plc and its Subsidiaries
NOTES TO UNAUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
for the period ended September 30, 2023

	N '000
1 Revenue	
Verification. Data Management	637,562
Printer Solutions and Access	3,450,446
Card personalisation & Printing	1,996,495
Payment Systems Solutions	1,082,164
Agency banking, mobile money operation	342,889
	<u>7,509,556</u>
2 COST OF SALES	
Verification. Data Management	(198,114)
Printer Solutions and Access	(2,627,476)
Card personalisation & Printing	(1,632,212)
Payment Systems Solutions	(1,050,717)
Agency banking, mobile money operation	(165,958)
	<u>(5,674,478)</u>
3 OTHER INCOME	
Verification. Data Management	3,217
Printer Solutions and Access	6,812
Card personalisation & Printing	2,555
Payment Systems Solutions	426
Agency banking, mobile money operation	27
	<u>13,037</u>
4 ADMINISTRATIVE EXPENSES	
Verification. Data Management	(562,321)
Printer Solutions and Access	(421,691)
Card personalisation & Printing	(249,909)
Payment Systems Solutions	(179,781)
Agency banking, mobile money operation	(110,160)
	<u>(1,523,863)</u>
5 FINANCE EXPENSE/INCOME	
Verification. Data Management	(93,155)
Printer Solutions and Access	(16,374)
Card personalisation & Printing	(26,128)
Payment Systems Solutions	(39,502)
Agency banking, mobile money operation	-
	<u>(175,159)</u>
Finance Income	
Interest on Fixed Deposit	106,002
	<u>106,002</u>
Net	<u>(69,157)</u>

**NOTES TO UNAUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
for the period ended September 30, 2023 (Continued)**

6	PROPERTY, PLANT & EQUIPMENT	
	Verification, Data Management	1,679,479
	Printer Solutions and Access	64,460
	Card personalisation & Printing	536,137
	Payment Systems Solutions	27,649
	Agency banking, mobile money operation	14,801
		<u>2,322,526</u>
7	Intangible Asset	
	Verification, Data Management	6,983
	Printer Solutions and Access	664
	Card personalisation & Printing	4,249,616
	Payment Systems Solutions	2,969,723
	Agency banking, mobile money operation	-
		<u>7,226,986</u>
8	INVENTORIES/ WORK IN PROGRESS	
	Verification, Data Management	358,370
	Printer Solutions and Access	500,051
	Card personalisation & Printing	19,058
	Payment Systems Solutions	-
	Agency banking, mobile money operation	-
		<u>877,479</u>
9	RECEIVABLES	
	TRADE & OTHER RECEIVABLES	
	Verification, Data Management	380,912
	Printer Solutions and Access	1,569,485
	Card personalisation & Printing	418,396
	Payment Systems Solutions	1,721,016
	Agency banking, mobile money operation	153,413
		<u>4,243,222</u>
10	Trade & Other Payables	
	Verification, Data Management	1,566,965
	Printer Solutions and Access	1,260,703
	Card personalisation & Printing	698,048
	Payment Systems Solutions	467,838
	Agency banking, mobile money operation	144,952
	Other Payables and accruals	-
		<u>4,138,506</u>
11	Longterm Loan	
	Verification, Data Management	702,195
	Printer Solutions and Access	-
	Card personalisation & Printing	116,737
	Payment Systems Solutions	-
	Agency banking, mobile money operation	-
		<u>818,933</u>
12	Deposit for Share	
	Card Centre	108,931
	Cham Switch	734,115
	ChamsMobile	-
		<u>843,046</u>

13 Non Controlling Interest

(i)	Non Controlling Interest B/F	4,456,777
	Profit/ Loss Attributable to NCI	<u>42,486</u>
	Total NCI	<u>4,499,263</u>

(ii) Parent**Retained Earnings**

	Attributable to the Parent B/F	(2,275,646)
	Attributable to the Parent for the Period	<u>212,610</u>
	Total Retained Earnings for the Group	<u>(2,063,036)</u>

14 Cash and Cash Equivalents

	Verification, Data Management	119,338
	Printer Solutions and Access	251,622
	Card personalisation & Printing	1,309,249
	Payment Systems Solutions	230,624
	Agency banking, mobile money operation	<u>1,071,382</u>
		<u>2,982,214</u>

Chams Holding Company Plc and its Subsidiaries
Note to Group Financial Statement
for the period ended September 30 , 2023

16 Earnings per share	Group					Company				
	N'000 July-Sept 2023	N'000 July-Sept 2022	N'000 YTD Sept 2023	N'000 YTD Sept 2022	N'000 Audited 2022 31 Dec	N'000 July-Sept 2023	N'000 July-Sept 2022	N'000 YTD Sept 2023	N'000 YTD Sept 2022	N'000 Audited 2022 31 Dec
Profit for the year used in basic E	17,722	(162,148)	212,610	(113,187)	(312,743)	(53,208)	(113,246)	(51,999)	(173,475)	(145,481)
<i>Profit used in diluted EPS</i>	17,722	(162,148)		(113,187)	(312,743)	(53,208)	(113,246)	(51,999)	(173,475)	(145,481)
Weighted average number of shares used in basic EPS	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060
Weighted average number of shares used in diluted EPS	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060

Chams Holding Company Plc and its Subsidiaries

Unaudited Consolidated and Separate Financial Statements for the period ended September 30, 2023

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 September 30, 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.

Chams Holding Company Plc and its Subsidiaries

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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.