

EKOCORP PLC

(EKO HOSPITALS)

CONDENSED FINANCIAL REPORT

FOR THE SECOND QUARTER

ENDED

30TH JUNE, 2018.

(IFRS VERSION)

EKOCORP PLC
(EKO HOSPITALS)

S/N	PARTICULARS	PAGE
1	INDEX	1
2	RESULT AT A GLANCE	2
3	RESULT AT A GLANCE WITH PERCENTAGE	3
4	SIGNIFICANT ACCOUNTING POLICIES	4 - 16
5	STATEMENT OF FINANCIAL POSITION	17
6	STATEMENT OF COMPREHENSIVE INCOME	18
7	STATEMENT OF CASH FLOW	19
8	SCHEDULE OF CHANGES TO EQUITY	20
9	NOTE TO THE ACCOUNT	21 - 28
10	SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT	21
11	SCHEDULE OF FINANCIAL ASSETS AVAILABLE FOR SALE	22
12	SCHEDULE OF STAFF RETIREMENT BENEFITS	23
13	STATEMENT OF CURRENT ASSETS	24
14	SCHEDULE OF CREDITORS AND ACCRUALS	25
15	SCHEDULE OF DIRECTORS CURRENT ACCOUNTS (RELATED PARTIES)	26
16	CAPITAL AND RESERVES	27
17	SCHEDULE OF DEFERRED ASSETS	27A
19	SCHEDULE OF DEFERRED TAXATION - LIABILITIES	28
20	SCHEDULE OF TURNOVER	30
21	STATEMENT OF COST OF SALES	31
22	SCHEDULE OF OPERATING EXPENSES	33
23	SCHEDULE OF FINANCIAL EXPENSES	34
24	SCHEDULE OF MARKETING EXPENSES	35

EKOCORP PLC

RESULT AT A GLANCE

Major Revenue and Appropriation Account Items

	Current (APR - JUNE) 2018 - UNAUDITED =N= ('000)	Comparative DECEMBER 2017 (AUDITED) =N= ('000)
Turnover	409,198	1,485,458
Profit/ (Loss) Before Taxation	(39,147)	(970,735)
Taxation (Provision)	-	(241,301)
Total Profit/(Loss) after Taxation	(39,147)	(1,212,036)
Total Profit / (Loss) after all Taxation	(39,147)	(1,212,036)
Profit / (Loss) Retained	(39,147)	(1,212,036)

	JUNE 2018 (UNAUDITED) ('000)	COMPARATIVE DECEMBER 2017 (AUDITED) ('000)
<u>Major Financial Position Items</u>		
Share Capital - Authorised	500,000	500,000
Paid-up Share Capital	249,300	249,300
Total Shareholders' fund	3,380,153	3,483,140
Net Assets	3,380,153	3,483,140
Earnings on Total Business per Share (in Kobo)	(7.85)	(243.09)
Net Assets Per Share (in kobo)	677.93	698.58
Norminal Value per Share (in Kobo)	50	50

No. of ord shares	498,600	498,600
Paid up shares	249,300	249,300

EKOCORP PLC

RESULT AT A GLANCE

Major Revenue and Appropriation Account Items

	Current (JAN - JUNE) 2018 - UNAUDITED =N=	Comparative (JAN - JUNE) 2017 - UNAUDITED =N=
Turnover	772,825,539	736,389,983
Profit/ (Loss) Before Taxation	(104,563,168)	113,553,654
Taxation (Provision)	-	(4,500,000)
Total Profit/(Loss) after Taxation	(104,563,168)	109,053,654
Total Profit / (Loss) after all Taxation	(104,563,168)	109,053,654
Profit / (Loss) Retained	(104,563,168)	109,053,654

<u>Major Financial Position Items</u>	JUNE 2018 (UNAUDITED)	JUNE 2017 (UNAUDITED)
Share Capital - Authorised	500,000,000	500,000,000
Paid-up Share Capital	249,300,454	249,300,454
Total Shareholders' fund	3,380,153,000	2,523,188,234
Net Assets	3,380,153,000	2,523,188,234
Earnings on Total Business per Share (in Kobo)	(20.97)	21.87
Net Assets Per Share (in kobo)	677.93	506.05
Norminal Value per Share (in Kobo)	50	50
no of ord shares	498,600,908	498,600,908
	249,300,454	249,300,454

FINANCIAL STATEMENTS.

1. Reporting Entity.

EKOCORP Plc is a company domiciled in Nigeria. The company was incorporated in 1982 as a private limited liability company. It was started as Mercy Specialist Hospital in 1977 and became Eko Hospital Limited on 9th February, 1982. In view of the desire to make the public beneficial owner of the Hospital, it became a Public Limited Liability Company (PLC) in 1991 and by 1994 the name changed to EKOCORP PLC. The corporate Affairs Commission, Abuja by its letter dated 3rd January, 1995 confirmed and approved the change of name. EKOCORP PLC is listed in the Nigerian Stock Exchange (NSE). The address of the company's registered office is EKO Hospital 31, Mobolaji Bank-Anthony Way, Ikeja, Lagos.

2. Basis of Preparation.

(a) Statement of compliance

The Financial Statements have been prepared in accordance with **International Financial Reporting Standards (IFRSs)**.

(b) Basis of measurement

The Financial Statement have been prepared on the historical cost basis except for the following material items like 'available-for-sale financial assets' which are measured at fair value and stated as such in the statement of financial position.

(c) Functional and presentation currency

These Financial Statement are presented in Naira (=N=), which is the Hospital's functional currency. All financial information presented in Naira has been rounded to the nearest figure.

(c) Use of estimates and judgements

The preparation of the Financial Statements in conformity with **IFRS** requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Accordingly, actual results may differ from these estimates. However, estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the Financial Statements are shown in the appropriate notes to the Financial Statements. Examples of such areas are:

- (i) Revenue
- (ii) Utilisation of tax losses
- (iii) Measurement of defined benefit obligations
- (iv) Provisions and contingencies

Significant Accounting Policies.

The accounting policies set out below have been applied in preparing the financial statements for the period ended 30 June, 2015 unless otherwise indicated.

The accounting policies have also been applied consistently by the Hospital.

(a) Foreign Currency

(i) Foreign Currency Transactions

Transactions in foreign currencies are translated to the functional currency (which is also the presentation currency) of the Hospital at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date. The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the period, adjusted for effective interest and payments during the period, and the amortised cost in foreign currency translated at the exchange rate at the end of the reporting period. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the exchange rate at the date that the fair value was determined. Non-monetary items that are measured in terms of historical cost in foreign currency are translated using the exchange rate at the date of the transaction.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or previous Financial Statements are recognized in profit or loss in the period in which they arise.

(b) Financial Instruments

(i) Non-derivative Financial Assets

The Hospital initially recognizes loans and receivables and deposits on the date that they are originated. All other financial assets (including assets designated at fair value through profit or loss) are recognized initially on the trade date at which the Hospital becomes a party to the contractual provisions of the instrument.

The Hospital derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Hospital is recognized as a separate asset or liability.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Hospital has a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

The Hospital has the following non-derivative financial assets: loans and receivables and available-for sale financial assets.

(i) (a) Loans and Receivables

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognized initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method, less any impairment losses. Loans and receivables comprise trade and other receivables.

Cash and Cash Equivalents

Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less. Bank overdrafts that are repayable on demand and form an integral part of the Hospital's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

(i) (b) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are designated as available for sale and that are not classified in any other class of financial asset.

The Hospital's investments in equity securities are classified as available-for-sale financial assets. Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses, are recognized in other comprehensive income and presented within equity in fair value reserve. When an investment is derecognized, the cumulative gain or loss in other comprehensive income is transferred to profit or loss.

(ii) Non- derivative financial liabilities

The Hospital initially recognizes debt securities issued and subordinated liabilities on the date that they are originated. All other financial liabilities (including liabilities designate at fair value

through profit or loss) are recognized initially on the trade date at which the company becomes a party to the contractual provisions of the instrument.

The Hospital derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire. Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Hospital has a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

The Hospital has the following non-derivative financial liabilities:

- (a) Loans and borrowings,**
- (b) bank overdrafts, and**
- (c) trade and other payables.**

Such financial liabilities are recognized initially at fair value plus any directly attributable transaction cost. Subsequent to initial recognition these financial liabilities are measured at amortised cost using the effective interest method.

(iii) Share Capital

Ordinary shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effects.

(c) Property, Plant and Equipment

(i) Recognition and measurement

Items of property, plant and equipment (PPE) are measured at cost less accumulated depreciation and accumulated impairment losses.

Cost of PPE includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs direct attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and borrowing costs on qualifying assets for which the commencement date for capitalization.

Purchased software that is integral to functionality of the related equipment is capitalized as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income in profit or loss.

(ii) Subsequent costs

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefit embodied within the part will flow to the Hospital, and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The cost of the day-to-day servicing of property, plant and equipment are recognized in profit or loss as incurred.

(iii) Depreciation

Depreciation is calculated over the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is recognized in profit or loss on a straight- line basis over the estimated useful lives of each part of an item of property plant and equipment, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset.

The estimated useful lives for the current and comparative periods are as follows:

	Rate %
(a) Hospital buildings	1%
(b) Plant and Machinery	10%
(c) Hospital Equipment	5%
(d) Motor vehicles and Cycles	20%
(e) Office Equipment	10%
(f) Furniture and fittings	10%
(g) Land	0%

(Land is not depreciated)

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(d) Inventories

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is based on the weighted average, and includes expenditure incurred in acquiring the inventories and other cost incurred in bringing them to their existing location and condition.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

(e) Intangible Assets

(i) Recognition and Measurement of intangible Asset

Intangible assets that are acquired by Hospital and have finite useful life are measured at cost less accumulated amortization and accumulated impairment losses.

(ii) Subsequent expenditure

Subsequent expenditure is capital only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognized in profit or loss as incurred.

(iii) Amortisation

Amortisation is calculated over the cost of the asset, or other amount substituted for cost, less its residual value.

Amortisation is recognized in profit or loss on a straight-line basis over the estimated useful life of intangible assets, other than goodwill, from the date they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful lives for the current and comparative periods are as follows:

Computer Application Software 3 years

Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(f) IMPAIRMENT

(i) Financial assets (these include receivables)

A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence indicates that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

Objective evidence that financial assets (including equity securities) are impaired can include default by a debtor, restricting of an amount due to the Hospital on terms that the Hospital would not consider otherwise favourable, indications that a debtor or issuer will enter bankruptcy, or the disappearance of an active market for a security. In addition, for an

investment in an equity security, a significant or prolonged decline in its fair value below its cost is objective evidence of impairment.

The Hospital considers evidence of impairment for receivables at both a specific asset and collective level. All individually significant receivables are assessed for the specific impairment. All individually significant receivables found not to be specifically impaired are then collectively assessed for any impairment that has been incurred but not yet identified. Receivables that are not individually significant are collectively assessed for impairment by aggregating receivables with similar risk characteristics.

In assessing collective impairment the Hospital uses historical trends of the probability of default, timing of recoveries and the amount of loss incurred, adjusted for management's judgement as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical trends.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimate future cash flows discounted at the asset's original effective interest rate. **Losses are recognized in profit or loss** and reflected in an allowance account against receivables. Interest on the impaired asset continues to be recognized through the unwinding of the discount. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

Impairment losses on available-for-sale investment securities are recognized by transferring the cumulative loss that has been recognized in other comprehensive income, and presented in the fair value reserve in equity, to profit or loss. **The cumulative loss that is remove from other comprehensive income and recognized in profit or loss** is the difference between the acquisition cost, net of any principal repayment and amortization, and the current fair value, less any impairment loss previously recognized in profit or loss charges in impairment provisions attributable to time value are reflected as a component of interest income.

Reversals

If, in a subsequent period, the fair value of an impaired available-for-sale debt security increases and the increase can be related objectively to an event occurring after the impairment loss was recognized in profit or loss, then the impairment loss is reversed, with the amount of the reversal recognized in profit or loss. However, any subsequent recovery in the fair value of an impaired available-for –sale equity security is recognized in other comprehensive income.

(ii) Non- financial assets

The carrying amounts of Hospital's non-financial assets, inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are aggregated together into the smallest assets of the Hospital that generates cash inflows from continuing use that are largely independent of cash inflows of other assets or group of assets (the "cash-generating unit, CGU).

Reversals

Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognized.

(g) EMPLOYEE BENEFITS

(i) Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which the Hospital pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. In accordance with **the Pensions Reform Act 2004**, contributions are made both by the Hospital and each employee at the rate 7.5% each of the employees' pensionable emoluments. The contributory pension scheme is managed by the pension administrator of staff choice.

Obligations for contributions to the defined contribution pension plans are recognized as an employee benefit expense in profit or loss in the periods during which services are rendered by employees. Contributions to a defined contribution plan that is due more than 12 months after the end period in which the employees render the service are discounted to their present value.

Payments to defined contribution plans are recognized as an expense as they fall due. Any contributions outstanding at the period end are included as an accrual in the statement of Financial Position.

(ii) Defined benefit plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Hospital's net obligation in respect of defined benefit plan is calculated by estimating the amount of future benefit plan that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Full provision is made for the obligation in the income statement.

The liability recognized on the statement of financial position in respect of the unfunded defined benefit service scheme is the monetary value of the defined benefit obligation as at reporting date. The defined benefit obligation is calculated annually based on the entitlements staff as defined by the scheme handbook.

(iii) Termination benefits

Termination benefits are recognized as an expense when the Hospital is committed demonstrably, without realistic possibility of withdrawal, to a formal detailed plan to either terminate employment before the normal retirement date, or to provide termination benefits as a result of an offer made to encourage voluntary redundancy. Termination benefits for voluntary redundancies are recognized as an expense if the Hospital has made an offer of voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably. If benefits are payable more than 12 months after the reporting period, then they are discounted to their present value.

(iv) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

A liability is recognized for the amount expected to be paid under short-term cash bonus or profit sharing plans if the Hospital has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

(h) PROVISIONS

A provision is recognised if, as a result of past event, the Hospital has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is of the discount is recognized as finance cost.

(i) SEGMENT REPORTING

An operating segment is a component of the Hospital that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Hospital's other components. All operating segments operating results are reviewed regularly by the Hospital's CMD/CEO to make decisions about resource to be allocated to the segment and assess its performance, and for which discrete financial information is available.

Segment results that are reported to the CMD/CEO include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets (primarily the Hospital's Headquarters), head office expenses, and income tax assets and liabilities.

(j) Revenue Recognition

Revenue is recognized when persuasive evidence exists, usually in the form of an executed sales agreement, that the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. If it is probable that discounts will be granted and the amount can be measured reliably, then the discount is recognized as a reduction of revenue as the sales are recognized. The timing of the transfers risks and rewards varies depending on the individual terms of the contract of sale. When two or more revenue generating activities or deliverables are sold under a single arrangement, each deliverable that is considered to be a separate unit of account is accounted for separately. The allocation of consideration from a revenue arrangement to its separate units of account is based on the relative fair values of each unit. If the fair value of the delivered item is not reliably measurable, then revenue is allocated based on the difference between the total arrangement consideration and the fair value of the undelivered item.

(a) Sale of Products

Revenue from the sale of goods (Medicine/drugs) in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates.

(b) Sale of Services

Revenue from service such as diagnosis, laboratory Test, scanning and X-ray, surgery, etc is recognized in the period when the service is completed and collectability of the related receivables is reasonably assured.

(c) Interest on Investment

Interest on investment is recognized on accrual basis when the right to receive payment is established.

(d) Dividend

Dividend from investment is recognized on accrual basis when the right to receive payment is established.

(e) Commissions

When the Hospital acts in the capacity of an agent rather than as principal in a transaction, the revenue recognized is the net amount of commission made by the Hospital.

(K) Taxation

(i) Income Tax

Income tax expense is the aggregate of the charge to the profit and loss account in respect of current income tax, education tax and deferred income/capital gains tax. The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it exclude items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Hospital's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the statement of financial position date.

(ii) Deferred tax

Deferred tax is the tax expected to be payable or recoverable on difference between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the statement of financial position liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilized.

Such asset and liabilities are not recognized if the temporary difference arises from the initial recognition of goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

Deferred tax liabilities are recognized for taxable temporary differences arising on investments in subsidiaries, except where the Hospital is able to control the reversal of the temporary differences and it is probable that the temporary difference will not reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at each statement of financial position date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realized based on tax laws and rates that have been enacted at the statement of financial position date. Deferred tax is charged or credited to the consolidated income Statement of Comprehensive Income in which case the deferred tax is also dealt with in equity.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Hospital intends to settle its current tax assets and liabilities on a net basis.

(iii) Value Added Tax

Non-recoverable VAT paid in respect of an expense is expensed. Non-recoverable VAT paid in respect of an item of fixed assets is capitalized as part of the cost of the fixed asset. The net amount owing to or due from the tax authority is included in creditors or debtors.

(iv) Withholding Tax

The withholding Tax credit is used as set-off against income tax payable. Withholding tax credit which is considered irrecoverable is written-off as part of the tax charge for the year.

(I) Finance income and Finance cost

Finance income

Finance income comprises interest income on funds invested (including available-for-sale financial assets), dividend income, gains on the disposal of available-for-sale finance assets, changes in the fair value of financial assets at fair value through profit or loss, and gains on hedging instruments that are recognized in profit or loss. Interest income is recognized as it accrues in profit or loss, using the effective interest method. Dividend income is recognized in profit or loss on the date that the Hospital's right to receive payment is established, which in the case of quoted securities is the ex-dividend date.

Finance costs

Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions, dividend on preference shares classified as liabilities, changes in the fair value of financial assets at fair value through profit or loss, impairment losses recognized on financial assets, and losses on hedging instruments that are recognized in profit or loss. Borrowing costs

that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in profit or loss using the effective interest method.

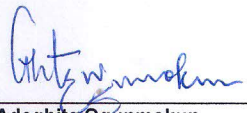
(m) Earnings per share

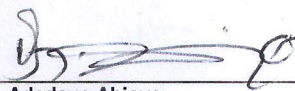
The Hospital presents basic and diluted earnings per share (EPS) data for its common shares. Basic EPS is calculated by dividing the profit or loss attributable to common shareholders of the Hospital by the weighted average number of common shares outstanding during the period, adjusted for own shares held. Diluted EPS is determined by adjusting the profit or loss attributable to common shareholders and the weighted average number of common shares outstanding, adjusted for own shares held, for the effects of all dilutive potential common shares, which comprise convertible notes and share options granted to employees.

EKOCORP PLC
STATEMENT OF FINANCIAL POSITION

(NIGERIAN) NAIRA (N'000)

NOTE		APR - JUNE 2018 UNAUDITED		COMPARATIVE (JAN - DEC) 2017 AUDITED	
	NON-CURRENT ASSETS				
1	Property Plant and Equipment		5,882,493		5,882,493
	Abuja Project				0
2	Financial Instruments-Availabe- for-Sale		500,000		500
	Assets In Transit		0		0
	Prepayment - Rent After more than 1 Year		0		0
13	Deferred Tax Assets		0		0
	TOTAL NON-CURRENT ASSETS		6,382,493		5,882,993
	CURRENT ASSETS				
3	Stocks	25,861		28,478	
4	Debtors and Prepayments	573,043		163,353	
5	Cash at Bank and in Hand	12,571		11,372	
	Total Current Assets	611,475	611,475	203,203	203,203
	TOTAL ASSETS		6,993,968		6,086,196
	NON-CURRENT LIABILITIES				
	- Provisions for Liabilities and Charges				
	- Deferred Taxation	959,116		964,815	
8	- Staff Retirement Benefit	272,843		292,264	
	- Other Non-Current Liabilities	562,115			
	Total Non-Current Liabilities	1,794,074	1,794,074		1,257,079
	CURRENT LIABILITIES				
	Deposit For Shares Control	118,057		118,057	
6	Borrowings	29,298		39,701	
6A	Trade and other payables	1,625,048		1,150,367	
7	Income Tax Payable	48,913		37,852	
		1,821,316	1,821,316		1,345,977
	TOTAL LIABILITIES		3,615,390		2,603,056
	TOTAL NET ASSETS		3,378,578		3,483,140
	SHAREHOLDERS' FUNDS				
9	PAID-UP SHARE CAPITAL		249,300		249,300
10	CAPITAL RESERVES:				
	- Share Premium Reserve		475,830		475,830
	- Revaluation of Assets		3,634,933		3,634,932
11	RESERVE FOR BONUS ISSUE		12,375		12,375
12	GENERAL RESERVE/RETAINED EARNINGS		(993,860)		(889,297)
	TOTAL SHAREHOLDERS' FUNDS		3,378,578		3,483,140


Dr. Adegbite Ogunmokin
Chief Medical Officer/Ag.Chief Medical Director
FRC/2018/MDCAN/00000018383


Adedayo Abioye
Finance Controller
FRC/2017/ICAN/00000016358

NOTE:
THE ACCOUNT WAS APPROVED BY THE BOARD OF DIRECTORS ON THE 30TH JULY 2018

EKOCORP PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(NIGERIAN) NAIRA (N'000)

NOTE		Apr - June 2018	Jan - June 2018	Apr - June 2017	Jan - June 2017
		ACTUAL	CUMMULATIVE ACTUAL	COMPARATIVE ACTUAL	COMPARATIVE CUMMULATIVE
		N	N	N	N
13	CONTINUING OPERATION TURNOVER	409,198,305	772,825,539	369,302,968	736,389,983
14	COST OF SALES	334,766,341	661,185,638	236,786,372	484,206,365
	GROSS PROFIT	74,431,965	111,639,901	132,516,596	252,183,618
	OTHER INCOME (MISCELLANEOUS INCOME)	-	1,668,894	309,100	4,912,594
	PROFIT ON CONTINUING OPERATIONS BEFORE OPERATING EXPENSES	74,431,965	113,308,795	132,825,696	257,096,212
15	<u>OPERATING EXPENSES</u>				
	PERSONNEL COSTS	28,229,654	61,987,342	20,549,002	56,966,168
	OTHER OPERATING EXPENSES	49,415,428	78,902,855	20,549,002	38,562,689
	PENSION & GRATUITY	21,419,930	48,785,994	22,290,654	34,388,494
	DEPRECIATION PROPERTY, PLANT & EQUIPMENT (ADMIN)	4,443,300	8,886,599	952,500	1,905,000
16	MARKETING EXPENSES	6,678,684	12,327,515	5,761,469	9,968,599
	AMORTISATION OF INTANGIBLE ASSETS - COMPUTER SOFTWARE	-	-	-	-
	TOTAL OPERATING EXPENSES	110,186,996	210,890,305	70,102,627	141,790,950
17	<u>FINANCE COSTS</u>				
	FINANCE INCOME	-	-	-	-
	FINANCE COSTS	3,391,487	6,981,658	1,530,877	1,751,608
	NET FINANCE COSTS	3,391,487	6,981,658	1,530,877	1,751,608
	PROFIT/(LOSS) BEFORE TAXATION	(39,146,519)	(104,563,168)	61,192,192	113,553,654
	INCOME TAXATION EXPENSES	-	-	(3,693,000)	(4,500,000)
	PROFIT/(LOSS) AFTER TAX FROM CONTINUING OPERATION	(39,146,519)	(104,563,168)	57,499,192	109,053,654
	<u>OTHER COMPREHENSIVE INCOME</u>				
	OTHER COMPREHENSIVE INCOME	-	-	-	-
	INCOME TAX ON OTHER COMPREHENSIVE INCOME	-	-	-	-
	TOTAL COMPREHENSIVE INCOME	-	-	-	-
	PROFIT/(LOSS) FOR THE PERIOD	(39,146,519)	(104,563,168)	57,499,192	109,053,654
	<u>EARNINIG PER SHARE</u>				
	EARNINIG PER SHARE(BASIC)KOBO	(7.9)	(21.0)	11.5	21.9
	EARNINIG PER SHARE(DILUTED)KOBO	(7.9)	(21.0)	11.5	21.9
	*No of Issued and Fully Paid Ordinary shares of 50 kobo per share	498,600,908	498,600,908	498,600,908	498,600,908
	Paid Up Share Capital (Naira)	249,300,454	249,300,454	249,300,454	249,300,454

EKOCORP PLC
STATEMENT OF CASH FLOW
For period ended 30 June, 2018

(NIGERIAN) NAIRA (N'000)

DETAILS	JAN - JUNE 2018		COMPARATIVE JAN - JUNE 2017	
CASH FLOWS FROM OPERATING STATEMENTS				
Profit/(Loss) before tax		(104,563)		165,651
ADJUSTMENTS FOR NON-CASH ITEMS				
Depreciation	142,325		19,287	
Impairment/Amortisation on Intangible Assets			0	
Finance Cost			3,806	
Employment Benefit (Defined Benefits)			30,804	
Employment Benefit (Defined Contributions)	42,649		0	
Prior Year Adjustment due to JCMDs Exit Benefit			118,057	
Provisions, Accruals & IFRS ADJUSTMENT	148,464		89,252	
Total adjustments		333,438		261,206
Operating Profit before working capital changes		228,875		426,857
WORKING CAPITAL CHANGES				
Decrease/(Increase) in inventories	2,887		(3,781)	
Decrease/(Increase) in Trade & Other Receivables	(387,135)		(125,451)	
Decrease/(Increase) in Prepayments	25,012		(21,448)	
(Decrease)/Increase in Staff Pension & Gratuity	(19,421)		(1,605)	
(Decrease)/Increase in Trade & Other payables	474,681		(315,682)	
		96,024		(467,967)
Cash generated from operating activities		324,899		(41,110)
TAX PAYMENT				
Income tax savings			0	
Income tax paid	0		0	
Payment on retirement benefits			0	
Tax Payment	0	0	0	0
Net cash used in operating activities		324,899		(41,110)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sale of assets (Motor Vehicle)	0		0	
(Acquisition/Purchase) of property plant and equipment	0		20,239	
(Acquisition/Purchase) of hospital equipment in transit			0	
Increase/Decrease in LongTermPrepaid Rent			0	
(Acquisition/Purchase) of intangible assets(computer software)	0		0	
Net Cash inflow/(outflow) from investing activities	0	0	20,239	20,239
CASH FLOWS FROM FINANCING ACTIVITIES				
Finance Cost	6,982		3,806	
Increase / (Decrease) in Finance Lease Facility	1,194		0	
Increase / (Decrease) in Deposit for Shares			0	
Changes in Directors' Current Accounts	(9,920)		21,592	
Dividend Paid	0		0	
Net Proceeds from sales of Investment	0		0	
Net Cash inflow/(outflow) from financing activities	(1,744)	(1,744)	25,398	25,398
Net increase/(decrease) in cash balances		323,155		4,527
NET DECREASE/INCREASE IN CASH AND CASH EQUIVALENTS				
Bank and cash balances	(1,199)		12,148	
Bank Overdraft and Loan	10,403		(15,870)	
Total Cash and Cash equivalents at the beginning of the period	9,204		(3,722)	
		9,204		(3,722)
SUB-TOTAL		332,359		805
CASH BALANCES AT THE END OF THE PERIOD				
Bank and cash balances	12,571		24,231	
Bank Overdraft and Loan	28,104		(23,425)	
Total Cash and Cash equivalents at the end of the period	40,675	40,675	806	
Net Decrease/Increase in Cash and Cash Equivalents	31,471	40,675	4,528	806

NOTE - ONLY CASH RECEIPTS AND CASH EXPENDITURES WERE CONSIDERED

EKOCORP PLC
SCHEDULE OF CHANGES TO EQUITY

(NIGERIAN) NAIRA (N'000)

NOTE		Issued Share Capital	Share Premium	Retained Earnings	Asset Revaluation Reserves	Reserve for Bonus	TOTAL
	BALANCE as at 1 Jan 2018	3,634,933	(993,860)	(889,296,337)	0	3,378,578	(883,276,686)
	Total Comprehensive Income for the period			(104,563,168)			(104,563,168)
	Prior Year Adjustment			0			0
	Previous Revenue Surplus Transferred to Earnings						0
	Revenue Reserves						0
	Revaluation Surplus on PPE, net of tax			0			0
	Defined Benefit Plan (Gratuity) net of tax			0			0
	Impairment loss on Trade Debtors, net of tax			0			0
	Impairment loss on Staff Debtors, net of tax			0			0
	Employer's portion of Defined Contribution, net of tax			0			0
	Impairment of Intangible Asset, net of tax			0			0
	Impairment loss on Abuja Project, net of tax			0			0
	BALANCE as at 30th June, 2018	3,634,933	(993,860)	(993,859,505)	0	3,378,578	(987,839,854)

NOTE- AUDIT JOURNAL FOR 2017 HAS BEEN PASSED.

EKOCORP PLC
SCHEDULE OF CHANGES TO EQUITY

(NIGERIAN) NAIRA (N'000)

NOTE		Issued Share Capital	Share Premium	Retained Earnings	Asset Revaluation Reserves	Reserve for Bonus	TOTAL
	BALANCE as at 1 Jan 2017	249,300,454	475,830,181	322,740,548	749,152,049	12,375,000	1,809,398,232
	Total Comprehensive Income for the period			(1,212,036,885)			(1,212,036,885)
	Prior Year Adjustment			0			0
	Previous Revenue Surplus Transferred to Earnings				0		0
	Revenue Reserves						0
	Revaluation Surplus on PPE, net of tax			0			0
	Defined Benefit Plan (Gratuity) net of tax			0			0
	Impairment loss on Trade Debtors, net of tax			0			0
	Impairment loss on Staff Debtors, net of tax			0			0
	Employer's portion of Defined Contribution, net of tax			0			0
	Impairment of Intangible Asset, net of tax			0			0
	Impairment loss on Abuja Project, net of tax			0			0
	BALANCE as at 31st Dec, 2017	249,300,454	475,830,181	(889,296,337)	749,152,049	12,375,000	597,361,347

- 34 -

The statement of significant accounting policies on pages 13 and 14 and the notes on pages 18 to 26 form an integral part of these financial statements.

EKOCORP PLC
SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT
For The Period Ended 30 June, 2018

(NIGERIAN) NAIRA (N'000)

NOTE		Hospital Land	Hospital Buildings	Abuja Project	Kitchen & Hospital Equipment	Plant & Machinery.	Motor Vehicles	Office Equipment.	Furniture & Fittings.	Library Book	TOTAL
1	<u>Cost/Deemed Cost</u>										
	Balance as at 1/1/2018	2,502,763	635,337	0	2,553,900	51,000	16,700	73,485	43,628	26,681	5,903,494
	Additions During The period	0	0	0	13,656	350	0	38,461	(1,408)	0	51,059
	Disposal During The period	0	0		0	0	0	0	0		0
	Balance as at 30/06/2018	2,502,763	635,337	0	2,567,556	51,350	16,700	111,946	42,220	26,681	5,954,553
	<u>Accumulated Depreciation.</u>										
	Balance as at 1/1/2018	0	0	0	0	0	0	0	0	21,001	21,001
	Depreciation During the Year	0	3,177	0	22,984	1,910	836	17,416	0	0	46,323
	Disposal During The Year										0
	Balance as at 30/06/2018	0	3,177	0	22,684	1,910	835	17,416	0	21,001	67,023
	NET BOOK VALUE OF FIXED ASSETS										
	- as at 30 June, 2018	2,502,763	632,160	0	2,544,872	49,440	15,865	94,530	42,220	5,680	5,887,530
	- as at 31 December, 2017	2,502,763	635,337	0	2,553,900	51,000	16,700	73,485	43,628	5,680	5,882,493

EKOCORP PLC
NOTES TO THE ACCOUNTS
SCHEDULE OF FINANCIAL ASSETS AVAILABLE FOR SALE
For The Period Ended 30 June, 2018

(NIGERIAN) NAIRA (N'000)

NOTE		30-06-2018 UNAUDITED	COMPARATIVE 31- 12-2017 (AUDITED)
2	<u>FINANCIAL ASSETS AVAILABLE FOR SALE</u>		
(a)	Total Health Trust		
	- Balance as at 1st January,	0	0
	- Additions During the Year	0	0
	- Disposal During the Year	0	0
	- Balance as at 30 June,	0	0
	<u>OTHER FINANCIAL ASSETS</u>		
(b)	Clearline		
	- Balance as at 1st January,	500,000	500,000
	- Additions During the Year	0	0
	- Disposal During the Year	0	0
	- Balance as at 30 June,	500,000	500,000
- 36 - The statement of significant accounting policies on pages 13 and 14 and the notes on pages 18 to 26 form an integral part of these financial statements.			

EKOCORP PLC
NOTES TO THE ACCOUNTS
STATEMENT OF CURRENT ASSETS

(NIGERIAN) NAIRA (N'000)

NOTE		30-06-2018 UNAUDITED	COMPARATIVE 31-12- 2017 (AUDITED)
3	<u>STOCK OF GOODS</u>		
	Stock & GIT		
	Drugs	7,313	13,856
	Consumables	4,483	4,336
	Stationery	2,209	114
	Blood	4,543	1,304
	Diesel Oil	2,479	261
	C.T. Scan Materials	926	3,748
	Renal Material	418	1,306
	Electrical Materials	333	2,091
	Lab. Consumables	3,157	1,732
	Dental	0	0
	Optamology	0	0
	TOTAL STOCKS	25,861	28,748
4	<u>DEBTORS AND PREPAYMENTS</u>		
	Trade Debtors	550,488	163,353
	Staff Debtors	19,089	11,372
	Prepayments	3,466	28,478
	WHT Receivables	0	0
	Provision for Doubtful Receivables	0	0
	TOTAL DEBTORS AND PREPAYMENTS	573,043	203,203
5	<u>CASH AND BANK BALANCES</u>		
	Cash at Bank	11,341	39,873
	Cash in Hand	1,230	1,624
	Write off of unsubstantiated balances	0	(30,125)
	TOTAL CASH AND BANK BALANCES	12,571	11,372

EKOCORP PLC
NOTES TO THE ACCOUNTS
SCHEDULE OF CREDITORS AND ACCRUALS

-274172

(NIGERIAN) NAIRA (N'000)

NOTE		30-06-2018 UNAUDITED	COMPARATIVE 31-12-2017 (AUDITED)
6	CREDITORS AND ACCRUALS: Amount Falling Due within one Year		
	Trade Creditors	1,355,472	128,344
	Other Creditors	11,477	1,022,023
	Staff Creditors (Staff Unpaid Emoluments & Mandatory Refundable Staff Deposits)	108,441	0
	Bank & Cash Credit Balances	-	-
	Lease Finance Acct Bal	1,194	-
	Provisions & Accruals	148,464	0
	TOTAL CREDITORS AND ACCRUALS	1,625,048	1,150,367
6A	TAXATION		
	PAYE	0	0
	PAYE EXTRA	0	0
	VAT	7	7
	Company Income Tax	38,764	37,852
	Education Tax	0	0
	Withholding Tax Payable	10,142	0
	TOTAL TAXATION	48,913	37,859
7	Bank Overdraft - Fidelity Bank	29,298	39,701
	Deposit for Shares	118,057	0
	TOTAL BANK OVERDRAFT	147,355	39,701
	TOTAL CURRENT LIABILITIES	1,821,316	1,227,927
- 43 - The statement of significant accounting policies on pages 13 and 14 and the notes on pages 18 to 26 form an integral part of these financial statements.			

EKOCORP PLC**NOTES TO THE ACCOUNTS****SCHEDULE OF DIRECTORS' CURRENT ACCOUNT (RELATED PARTIES)****(NIGERIAN) NAIRA (N'000)**

NOTE		30-06-2018 UNAUDITED	COMPARATIVE 31-12- 2017 (AUDITED)
7A	<u>DIRECTORS' CURRENT ACCOUNTS</u>		
	Balance as at 1 January,	810,928	810,928
	Net Movement During the Year	-9,920	0
	Balance as at 30 June	801,008	810,928
	UNPAID EMOLUMENTS/BENEFITS		
	Estate of Late Dr. A. C. ENELI	65,228	69,228
	Dr. S. F. KUKU (OFR)	412,855	415,855
	Dr. A. A. OBIORA	422,086	425,006
	Chief F. G. A. COLE	4,356	4,356
	Dr. O.A. ODUKOYA	14,540	14,540
	Less: Amount transferred to Share Deposit	(118,057)	(118,057)
	SUB TOTAL	801,008	810,928
	- 42 -		

The Directors' Current Accounts balance represents amount due mainly to the Joint Chief Medical Directors (JCMDs) as a result of their cumulative unpaid salaries and allowances and also the amount due to them from their share of Management Fees payable to EKOMED until the contract was formally terminated by the Board of Directors effective June 30, 2007 when EKOMED Management Contract was terminated by EKOCORP, the JCMDs were the (joint) equal owners of EKOMED - and the beneficiaries of the Fees payable under the contract. EKOCORP PLC has no legal relationship with EKOMED other than as aforementioned.

EKOCORP PLC
NOTES TO THE ACCOUNTS
SCHEDULE OF STAFF RETIREMENT BENEFITS

(NIGERIAN) NAIRA (N'000)

NOTE	31/06/2018 (UNAUDITED)	COMPARATIVE AS AT 31-12-2017 (AUDITED)
8	STAFF PENSION (EMPLOYER'S PORTION OF DEFINED CONTRIBUTION): In line with the provisions of the Pension Reform Act 2004, the Company operates a defined contribution pension scheme which is registered with an authorised Pension Funds Administrator (PFA). Staff contributions to the pension scheme are funded through payroll deductions while the Company's contribution is charged to the profit and loss account. The amount charged in the year is shown below.	
- Balance B/F	71,230	31,127
- Charge during the period	42,649	41,179
- Payment during the period	0	(1,076)
TOTAL STAFF PENSION C/F	113,879	71,230
	STAFF FINAL ENTITLEMENT/GRATUITY Prior to the enactment and implementation of Pension Reform Act (PRA) 2004, the Company operated a gratuity scheme for its employees. Subsequent to the introduction of the PRA, the Company has engaged its staff on the best mode of funding the scheme by an external reputable organisation. Arrangements in this regard are at advance stage of completion. In the meantime and at year-end, the position of the scheme is as indicated below:-	
- Balance B/F	221,034	238,099
- Charge during the period	0	0
- Payment during the period	(62,070)	(17,065)
- IFRS Adjustment (for underprovision during conversion etc.)	0	0
TOTAL STAFF GRATUITY C/F	158,964	221,034
TOTAL STAFF PENSION AND GRATUITY C/F	272,843	292,264
- 41 - The statement of significant accounting policies on pages 13 and 14 and the notes on pages 18 to 26 form an integral part of these financial statements.		

EKOCORP PLC
NOTES TO THE ACCOUNTS
CAPITAL AND RESERVES

(NIGERIAN) NAIRA

NOTE		JAN - JUNE 2018 UNAUDITED	JAN - DEC 2017 AUDITED
9	<u>SHARE CAPITAL</u>		
(i)	<u>- Authorised</u> 500,000,000 Ordinary Shares of N0.50 each 500,000,000 Ordinary Shares of N0.50 each	500,000,000	500,000,000
(ii)	<u>- Issued and fully paid</u> 498,600,908 Ordinary Shares of N0.50 each 498,600,908 Ordinary Shares of N0.50 each	249,300,454	249,300,454
10	CAPITAL RESERVES		
	Opening Balance as at January 1,		
	- Share Premium Reserve	475,830,181	475,830,181
	- Revaluation Reserve	0	0
		475,830,181	475,830,181
	Revaluation Reserve transferred to General Reserve	0	0
	Closing Balance as at June 30		
	- Share Premium Reserve	475,830,181	475,830,181
	- Revaluation Reserve	0	0
		475,830,181	475,830,181
11	RESERVE FOR BONUS ISSUE		
	Balance as at January 1,	12,375,000	12,375,000
	Transfer from Share Premium Reserve in the Year as Provision for Bonus Issue	0	0
	Provision Utilised During the Year	0	0
	Closing Balance as at June 30	12,375,000	12,375,000

EKOCORP PLC
NOTES TO THE ACCOUNTS
SCHEDULE OF DEFERRED ASSETS

(NIGERIAN) NAIRA (N'000)

NOTE		JAN - JUNE 2018 UNAUDITED	JAN - DEC 2017 AUDITED
13	<u>DEFERRED TAX ASSETS</u>		
	Deferred Tax effect on impairment of Trade Debtors	0	0
	Deferred Tax effect on impairment of Investment	0	
	Deferred Tax effect on impairment on Staff Debtors	2,080	2,080
	Deferred Tax effect on Defined Benefits Liability	70,731	70,731
	Deferred Tax effect on Defined Contribution Liability	0	0
	Deferred Tax effect on impairment on utilised capital allowances	94,044	94,044
	Deferred Tax effect on impairment of fiscal losses	257,332	257,332
	TOTAL DEFERRED TAX ASSETS	424,187	424,187

EKO CORP PLC
(EKO HOSPITALS)

TURNOVER

GENERAL MEDICAL PRACTICE-
 MEDICAL
 NURSING
 O & G
 CAPITATION
 PAEDIATRIC
 RADIOLOGY- X-RAY,ULTRA SOUND
 PHARMACY
 LABORATORY
 MORTUARY
 FOOD SERVICE UNIT
 SURGERY
 CT SCAN
 RADIOTHERAPY/ ONCOLOGY
 THEATRE
 INTENSIVE CARE UNITS

 TOTAL

Apr - June 2018	JAN - JUNE 2018	Apr - June 2017	JAN - JUNE 2017
ACTUAL	ACTUAL	COMPARATIVE	COMPARATIVE
N	N	N	N
25,319,556	50,577,633	31,398,516	62,980,070
20,112,750	36,591,150	16,297,125	37,464,570
65,035,583	100,306,011	41,919,867	85,559,220
18,255,814	37,921,514	29,626,250	60,144,873
37,041,994	74,083,988	41,381,896	84,841,593
4,547,360	8,658,348	3,267,375	9,039,000
17,926,981	36,242,800	9,698,960	21,505,025
79,567,825	146,633,470	63,229,862	125,504,968
39,232,708	73,912,741	32,468,202	63,331,974
2,125,500	5,575,250	3,477,000	9,091,400
14,902,250	26,781,050	14,523,780	25,505,280
32,353,684	68,959,784	37,828,060	62,106,085
5,116,300	9,994,600	2,679,200	9,371,800
41,767,000	81,517,000	29,782,000	60,213,000
2,728,000	4,909,000	2,296,000	5,005,500
3,165,000	10,161,200	9,428,875	14,725,625
409,198,305	772,825,539	369,302,968	736,389,983

14	DIRECT COST OF SALES			
	(NIGERIAN) NAIRA			
	Apr - June 2018	JAN - JUNE 2018	Apr - June 2017	JAN - JUNE 2017
<u>TURNOVER</u>	ACTUAL	ACTUAL	COMPARATIVE	COMPARATIVE
	N	N	N	N
COST OF MATERIALS / DRUGS CONSUMED				
MEDICAL	6,434,067	14,135,737	2,745,485	4,945,335
NURSING	6,646,300	12,806,120	6,616,161	11,313,091
O & G	2,363,085	4,363,502	4,284,146	5,643,489
PEADIATRIC (REFUND)	146,750	753,264	1,415,067	1,709,317
RADIOLOGY	1,456,000	1,456,000	511,600	551,600
STAND ALONE	65,075,109	123,612,400	45,290,924	95,573,997
SURGERY	3,160,138	5,213,448	970,310	2,290,040
HMO	80,000	80,000	60,000	170,000
TOTAL COST OF MATERIALS / DRUGS CONSUMED	85,361,449	162,420,471	61,893,693	122,196,869
<u>DIRECT COST OF SALARIES AND WAGES</u>				
SALARIES & WAGES	141,138,195	283,779,361	138,168,642	282,796,482
TOTAL DIRECT COST OF SALARIES AND WAGES	141,138,195	283,779,361	138,168,642	282,796,482
<u>DIRECT OPERATING & MAINTENANCE OVERHEADS</u>				
REPAIRS & MTCE-HOSPITAL EQUIPMENT	10,383,449	10,590,449	519,450	1,104,920
REPAIRS & MTCE-AMBULANCES	429,900	924,500	579,233	1,346,583
REPAIRS & MTCE-KITCHEN	160,000	190,000	-	-
ELECTRICITY	5,593,865	10,866,687	6,853,614	10,841,258
REPAIRS & MTCE-GENERATORS	188,800	1,623,400	908,500	1,415,750
DIESEL OIL	23,221,000	53,158,000	17,522,000	44,489,000
RENT-HOSPITAL/CLINICS	-	-	616,667	983,333
WATER	487,400	737,400	807,380	1,253,680
CLEANING COST	418,080	2,682,875	2,886,093	5,853,590
UTILITIES	467,750	774,000	554,600	971,900
MAINTENANCE CONTRACT AGREEMENT	-	-	-	-
TOTAL DIRECT OPERATING & MAINTENANCE OVERHEADS	41,350,244	81,547,311	31,247,537	68,260,014
<u>DIRECT DEPRECIATION CHARGES</u>				
DEPRECIATION CHARGES-BUILDING	1,588,343	3,176,685	855,000	1,710,000
DEPRECIATION CHARGES-HOSPITAL EQUIPMENT	63,864,310	127,711,810	4,290,000	8,580,000
DEPRECIATION CHARGES-PLANT & MACHINERIES	1,463,800	2,550,000	331,500	663,000
TOTAL DIRECT DEPRECIATION CHARGES	66,916,453	133,438,495	5,476,500	10,953,000
TOTAL COST OF SALES	334,766,341	661,185,638	236,786,372	484,206,365

EKOCORP PLC
SCHEDULE OF OPERATING EXPENSES

NOTE 15

OPERATING EXPENSES	Apr - June 2018	JAN - JUNE 2018	Apr - June 2017	JAN - JUNE 2017
	ACTUAL	ACTUAL	COMPARATIVE	COMPARATIVE
PERSONNEL COSTS	N	N	N	N
SALARIES & WAGES	25,136,234	56,130,178	26,588,194	52,081,234
LEAVE ALLOWANCE	551,434	1,275,131	492,195	961,788
STAFF RECRUITMENT, TRAINING & CONF.	600,000	765,000	14,000	958,481
STAFF WELFARE, SAFETY & UNIFORM	3,000	16,500	112,000	112,000
IND. TRAINING FUND	1,568,186	3,075,048	1,559,020	2,118,654
SUBSCRIPTION-MEDICAL PERSONNEL	138,900	493,585	169,700	734,011
GENERAL ADMINISTRATIVE EXPENSES	231,900	231,900	-	-
XMAS PARTY	-	-	-	-
TOTAL PERSONNEL COSTS	28,229,654	61,987,342	28,935,109	56,966,168
OTHER OPERATING EXPENSES				
REPAIRS & MTCE-LAND & BUILDING	1,279,490	1,883,130	475,330	1,481,850
REPAIRS & MTCE- COMPUTER EQUIPMENT	354,250	1,317,650	206,550	277,200
REPAIRS & MTCE-FURNITURE & FITTINGS	1,941,649	3,050,849	1,871,600	3,436,530
REPAIRS & MTCE-MOTOR VEHICLES	-	-	-	-
REPAIRS & MTCE-OFFICE EQUIPMENT	410,650	703,650	450,100	785,500
REPAIRS & MTCE- HOUSEHOLD	-	-	-	-
INTERNET SUBSCRIPTION	157,000	1,731,940	869,940	1,370,910
DIRECTORS'SITTING ALLOWANCE	3,385,000	6,660,000	625,005	625,005
COMMISSION/DISCOUNT	-	-	-	-
INSURANCE	183,452	183,452	624,999	633,332
SIGNAGES COST	119,640	139,640	121,560	121,560
SECURITY EXPENSES	1,922,000	4,858,800	1,774,000	4,343,000
PRINTING & STATIONERY	2,620,910	5,030,240	2,448,624	5,683,423
POSTAGES, TELE, FAX, E-MAIL & INTERNET	1,123,785	2,109,382	1,050,079	1,807,419
NEWS, JOURNAL & PERIODICS	61,100	160,500	84,250	194,900
CAR PARK EXPENSES	-	-	-	-
PETROL COST	4,500	36,000	22,000	185,350
DONATION & GIFTS	3,500	633,500	89,300	351,600
OVERSEAS TRAVELS	-	-	1,349,989	1,349,989
LOCAL TRAVELS	1,784,430	2,929,430	1,336,050	2,824,390
ENTERTAINMENT	426,289	704,139	42,430	127,175
REGISTRATION & LICENSING	105,300	1,474,100	672,160	1,414,451
FILLING/LISTING FEES (SEC, NSE, CAC, ETC.)	1,379,710	2,286,910	249,999	1,157,199
AUDIT FEES	-	-	1,250,001	3,350,001
LEGAL & SEC EXPENSES	2,935,000	3,290,000	516,667	556,667
OTHER PROF. CHARGES	25,410,347	34,660,347	950,000	1,780,000
LAND USE CHARGES	-	18,000	479,471	548,007
BAD DEBT	-	-	-	-
RENT, RATES & LEVIES	1,145,833	1,770,833	350,000	1,208,333
CSCS-ELIGIBILITY/DOMICILIARY EXPS	136,677	136,677	82,620	82,620
IFRS CHARGES/ TRAINING	2,208,054	2,208,054	180,000	180,000
HOTEL & ACCOMODATION	-	-	99,999	99,999
DIRECTOR'S FEES	-	-	99,999	99,999
PENALTIES	25,000	25,000	2,176,280	2,486,280
MISCELLANEOUS EXPENSES	291,862	900,632	-	-
EX-GRATIA	-	-	-	-
LEASE EXPENSES	-	-	-	-
TOTAL	49,415,428	78,902,855	20,549,002	38,562,689
PENSION AND GRATUITY				
PENSION	21,419,930	42,649,405	22,290,654	34,388,494
GRATUITY	350,507	6,136,589	-	-
TOTAL	21,770,437	48,785,994	22,290,654	34,388,494
DEPRECIATION				
DEPRECIATION CHARGES-OFFICE, FUR, & FITTINGS	1,518,992	3,037,983	600,000	1,200,000
DEPRECIATION CHARGES-OFFICE EQUIPMENT	2,506,808	5,013,616	277,500	555,000
DEPRECIATION CHARGES-COMPUTER EQUIPMENT	-	-	75,000	150,000
DEPRECIATION CHARGES-MOTOR VEHICLE	417,500	835,000	-	-
DEPRECIATION CHARGES-LIBRARY BOOKS	-	-	-	-
TOTAL DEPRECIATION EXPENSES	4,443,300	8,886,599	952,500	1,905,000
TOTAL OPERATING EXPENSES	103,858,819	198,562,790	72,727,265	131,822,351

(EKO HOSPITALS)
STATEMENT OF FINANCIAL EXPENSES

NOTE 17

	Apr - June 2018	JAN - JUNE 2018	Apr - June 2017	JAN - JUNE 2017
	ACTUAL	ACTUAL	COMPARATIVE	COMPARATIVE
	N	N	N	N
BANK CHARGES	647,222	1,244,203	342,795	276,884
POS CHARGES	236,803	339,662	-	-
INTEREST ON LOAN	1,190,201	2,264,173	-	-
INTEREST ON LEASE FACILITY	-	1,050,000	-	-
INTEREST ON OVERDRAFT	1,317,261	2,083,620	1,188,082	1,474,724
TOTAL	3,391,487	6,981,658	1,530,877	1,751,608

(EKO HOSPITALS)**STATEMENT OF MARKETING EXPENSES****NOTE 16**

	Apr - June 2018	JAN - JUNE 2018	Apr - June 2017	JAN - JUNE 2017
	ACTUAL	ACTUAL	COMPARATIVE	COMPARATIVE
	N	N	N	N
ADVERTISING & PUBLICITY	1,429,500	1,738,094	210,000	645,985
COMMISSION & DISCOUNT	5,010,784	10,052,221	4,062,028	7,491,873
BUSINESS DEVELOPMENT	-	-	1,273,841	1,323,841
MARKETING EXPENSES	238,400	537,200	215,600	506,900
TOTAL	6,678,684	12,327,515	5,761,469	9,968,599

4 EKOCORP PLC
NOTES TO THE ACCOUNTS
SCHEDULE OF DEFERRED TAXATION - LIABILITIES

(NIGERIAN) NAIRA (N'000)

NOTE		CURRENT 2018	COMPARATIVE 2017
	DEFERRED TAXATION		
	The movement on the deferred taxation account during the year was as follows:		
	- Balance b/forward	959,116	964,815
	- Charge / (written back) in the year	0	0
	- Deferred Tax on Revaluation of Lands/ Building & Abuja / Project	0	0
	- Deferred Tax on Impairment Reversal	0	0
	TOTAL DEFERRED TAX LIABILITIES	959,116	964,815