



RC No. 117587


***No. 1 Ladi Lawal Drive, Kpaduma Hills, off
T.Y.Danjuma Street, Asokoro Abuja***

***DAAR COMMUNICATIONS PLC 2021
SECOND QUARTER UNAUDITED
FINANCIAL STATEMENTS AS AT
30TH JUNE, 2021***

DAAR COMMUNICATIONS PLC
STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2021

		June, 2021 N'000	DEC, 2020 N'000
ASSETS			
NON CURRENT ASSETS			
PROPERTY, PLANT & EQUIPMENT		8,140,730	8,486,467
OTHER INTANGIBLE ASSETS		27,906	29,027
INVESTMENT		166,072	166,172
DEFERRED TAX ASSETS		<u>3,653,692</u>	<u>3,653,692</u>
		11,988,400	12,335,358
CURRENT ASSETS			
TRADE RECEIVABLES		2,323,063	2,420,283
OTHER DEBTORS & PREPAYMENTS	3	106,391	129,744
CASH & CASH EQUIVALENTS	4	<u>131,275</u>	<u>58,563</u>
TOTAL CURRENT ASSETS		<u>2,560,729</u>	<u>2,608,590</u>
TOTAL ASSETS		<u>14,549,129</u>	<u>14,943,947</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
SHARE CAPITAL	5	4,000,000	4,000,000
SHARE PREMIUM		13,411,541	13,411,541
RETAINED EARNINGS	6	<u>13,734,649</u>	<u>13,770,776</u>
TOTAL EQUITY		<u>3,676,892</u>	<u>3,640,765</u>
Non-Current Liabilities			
CURRENT LIABILITIES			
SUBORDINATED LOAN		873,694	1,039,131
TRADE PAYABLES		900,678	983,423
OTHER PAYABLES	7	8,693,437	8,859,301
TAXATION	8	<u>404,429</u>	<u>421,328</u>
TOTAL CURRENT LIABILITIES		<u>10,872,237</u>	<u>11,303,182</u>
TOTAL EQUITY AND LIABILITIES		<u>14,549,129</u>	<u>14,943,947</u>

Dated 23rd July, 2021



Tony A. Akiotu

GMD/CEO

FRC/2014/NIM/0000000895



Stanley Sagboje

ED, Finance & Accounts/CFO

FRC/2016/ICAN/00000015580

DAAR COMMUNICATIONS PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME

FOR THE QUARTER ENDED 30TH JUNE 2021

	Six mths to June 2021	Three mths to June 2021	Six mths to June 2020	Three mths to June. 2020
	N'000	N'000	N'000	N'000
Revenue	1,914,359	1,068,495	1,467,735	777,853
Cost of Sales	<u>-1,076,695</u>	<u>(561,233)</u>	<u>-1,039,328</u>	<u>-465,812</u>
Gross Profit	837,664	507,262	428,407	312,040
Other Income	<u>16,762</u>	<u>8,012</u>	<u>2,752</u>	<u>0</u>
	854,425	515,274	431,159	312,040
Selling Expenses	-46,725	(12,692)	-65,643	-25,908
Administration Expenses	-743,654	(307,917)	-858,707	-341,130
Finance Charges	<u>-27,919</u>	<u>(13,946)</u>	<u>-31,797</u>	<u>-15,643</u>
PROFIT BEFORE TAXATION	36,127	180,718	-524,988	-70,642
TAXATION	<u>0</u>	<u>-</u>	<u>0</u>	<u>0</u>
PROFIT/(LOSS) FOR THE YEAR	<u>36,127</u>	<u>180,718</u>	<u>-524,988</u>	<u>-70,642</u>
EPS in kobo	0	2	-7	-1

DAAR COMMUNICATIONS PLC
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED JUNE
30, 2021

	SHARE CAPITAL	SHARE PREMIUM	RETAINED INCOME	TOTAL
	N'000	N'000	N'000	N'000
BAL B/F	4,000,000	13,411,541	-	3,640,765
PROFIT FOR THE PERIOD TO JUNE	<u>0</u>	<u>0</u>	<u>36,127</u>	<u>36,127</u>
BALANCE AS AT JUNE 2021	<u>4,000,000</u>	<u>13,411,541</u>	<u>36,127</u>	<u>3,676,892</u>

DAAR COMMUNICATIONS PLC
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED JUNE
30, 2020

	SHARE CAPITAL	SHARE PREMIUM	RETAINED INCOME	TOTAL
	N'000	N'000	N'000	N'000
BAL B/F	4,000,000	13,411,541	-	5,949,902
PROFIT FOR THE PERIOD TO JUNE	<u>0</u>	<u>0</u>	<u>-524,988</u>	<u>-524,988</u>
BALANCE AS AT JUNE 2020	<u>4,000,000</u>	<u>13,411,541</u>	<u>-524,988</u>	<u>5,424,914</u>

DAAR COMMUNICATIONS PLC
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30TH JUNE, 2021

	June 30, 2021	June 30, 2020
<i>Cash flow from operating activities</i>	N'000	N'000
<i>Profit/(Loss) before taxation</i>	52,888	-522,235
<i>Add back items not involving movement of funds</i>		
<i>Depreciation</i>	383,759	293,540
<i>Amortisation</i>	1,121	52,487
<i>Prior year adjustment</i>	0	-2,144
<i>Impairment allowance on receivable</i>		
<i>Finance cost</i>	27,919	31,797
<i>Other income</i>	-16,762	2,752
	448,926	-143,803
Working capital changes		
<i>(Increase) /Decrease in Trade Receivables</i>	97,221	-414,896
<i>(Increase)/Decrease in Other Receivables and prepayments</i>	23,353	16,572
<i>Increase/(Decrease) in Trade and other payables</i>	<u>-248,609</u>	<u>723,402</u>
	<u>-128,035</u>	<u>325,078</u>
<i>Tax Paid</i>	<u>-16,900</u>	<u>-16,132</u>
Net cash from operating activities	<u>303,991</u>	<u>165,143</u>
Cash flows from investing activities		
<i>(Purchase)/Sale of fixed assets</i>	-38,023	-153,227
<i>Investment in MTS</i>	100	-19,780
<i>(Increase)/Decrease in intangible assets</i>	<u>-0</u>	<u>-50,000</u>
Net cash used in investing	<u>-37,923</u>	<u>-223,008</u>
Cash flows from financing activities		
<i>Subordinated Loan Repaid</i>	-165,437	-57,533
<i>Finance cost</i>	<u>-27,919</u>	<u>-31,797</u>
Net Cash used in financing activities	<u>-193,356</u>	<u>-89,330</u>
Net(decrease)/increase in cash and cash equivalent	72,712	-147,195
<i>Cash and cash equivalents at 1 January</i>	<u>58,563</u>	<u>246,281</u>
Cash and cash equivalents at 30th June	<u>131,275</u>	<u>99,087</u>
Represented by:		
<i>Bank and cash balances</i>	<u>131,275</u>	<u>99,087</u>
Cash and cash equivalents at 30th June	<u>131,275</u>	<u>99,087</u>

DAAR COMMUNICATIONS PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH, JUNE 2021

	June 30, 2021	31st Dec, 2020
1 REVENUE	N'000	N'000
Television	1,743,370	3,197,102
Radio	<u>170,989</u>	<u>356,424</u>
	<u><u>1,914,359</u></u>	<u><u>3,553,526</u></u>
2 Profit before taxation	June 30, 2021	31st Dec, 2020
<i>This is stated after charging the following:</i>	N'000	N'000
<i>Directors' remuneration:</i>		
- Fees		
- Others		
<i>Auditors remuneration</i>	7,500	15,000
<i>Amortisation</i>	1,121	104,184
<i>Depreciation</i>	<u>383,759</u>	<u>386,209</u>
3 Other receivables and prepayments	N'000	N'000
Staff Loans and Advances	8,507	65,118
Other Receivables	<u>97,885</u>	<u>64,278</u>
	<u>106,391</u>	<u>129,396</u>
4 CASH & CASH EQUIVALENTS	N'000	N'000
TOTAL	<u><u>131,275</u></u>	<u><u>58,563</u></u>
5 Share Capital	N'000	N'000
<i>Authorised</i>		
<i>8,000,000,000 ordinary shares of 50k each</i>		
<i>Issued and fully paid</i>	<u>4,000,000</u>	<u>4,000,000</u>
<i>At 1 January</i>		
<i>Issue of shares during the year</i>	<u>4,000,000</u>	<u>4,000,000</u>
	<u><u>4,000,000</u></u>	<u><u>4,000,000</u></u>

6	RETAINED EARNINGS	N'000	N'000
	<i>At 1 january</i>	13,770,776	11,424,665
	<i>Prior year adjustment</i>	0	
	<i>Retained Profit/(Loss)</i>	<u>36,127</u>	<u>-2,346,111</u>
	<i>At end of period</i>	<u>#####</u>	<u>13,770,776</u>
7	Other payables	N'000	N'000
	<i>Accrued salary</i>	2,017,646	2,057,773
	<i>PAYE</i>	592,901	558,588
	<i>Pension fund</i>	1,617,818	1,622,350
	<i>Daar Investment Holding Coy Ltd</i>	93,678	156,523
	<i>NHF</i>	54,152	52,658
	<i>Customer Deposits</i>	0	76,750
	<i>NHIS</i>	309,309	300,574
	<i>UNION DUES</i>	10,754	9,894
	<i>ITF</i>	83,747	79,783
	<i>NSITF</i>	84,154	80,190
	<i>Audit fee</i>	13,500	6,000
	<i>Directors' Fees</i>	40,900	41,000
	<i>VAT</i>	1,122,174	996,048
	<i>Co-operative Society</i>	14,636	14,636
	<i>Withholding tax</i>	73,116	66,838
	<i>Ex-staff Terminal Benefit</i>	895,434	822,340
	<i>Gratuity</i>	708,668	732,633
	<i>NBC Charges</i>	341,395	288,092
	<i>Accrued Expenses</i>	291,952	298,310
	<i>Accrued Staff Rent</i>	2,259	16,841
	<i>Prov. For Uninvoiced Commitments</i>	325,244	228,060
		<u>8,693,437</u>	<u>8,505,882</u>

8 Taxation	June 30, 2021	31st Dec, 2020
	N'000	N'000
At 1st Jan.	421,329	448,069
Charged for the period	0	26,173
Paid during period	<u>-16,900</u>	<u>-52,913</u>
At end of period	<u>404,429</u>	<u>421,329</u>

9 **DAAR COMMUNICATIONS PLC**

VALUE ADDED STATEMENT

	June 30, 2021		31st Dec, 2020	
	N'000	%	N'000	%
TURNOVER				
TURNOVER	1,914,359		3,553,526	
OTHER INCOME	<u>16,762</u>		<u>2,752</u>	
	1,931,120		3,556,278	
BOUGHT IN MATERIALS AND SERVICES				
LOCAL	-795,384		-1,683,998	
FOREIGN	<u>-66,719</u>		<u>-166,345</u>	
VALUE ADDED	<u>1,069,018</u>	1	<u>1,705,934</u>	100
DISTRIBUTED AS FOLLOWS:				
EMPLOYEES:				
Salaries, Pension, Welfare	620,091	1	1,695,228	1
PROVIDER OF CAPITAL				
Finance Cost	27,919	0	119,951	0
TO GOVERNMENT				
Taxation	0	0	0	0
PROVIDED for ASSET REPLACEMENT				
Depreciation of Property, Plant and Equipment	383,759	0	386,209	0
Amortisation/Provisions	1,121	0	104,184	0
Retained for the year	<u>36,127</u>	0	<u>-599,636</u>	-0
TOTAL VALUE ADDED	<u>1,069,018</u>	1	<u>1,705,934</u>	1

FIVE YEAR SUMMARY

	June 30, 2021	2,020	2019	2018	2017
Assets Employed	N'000	N'000	N'000	N'000	N'000
<i>Property, Plant & Equipment</i>	8,140,730	8,486,467	9,087,730	9,562,443	9,986,952
<i>Intangible Assets</i>	27,906	29,027	33,211	22,038	23,798
<i>Investment</i>	166,072	166,172	140,353	97,000	97,000
<i>Deferred Tax Assets</i>	3,653,692	3,653,692	4,333,019	3,982,173	3,982,173
<i>Net Current Assets</i>	-8,311,508	-8,694,592	-7,607,436	-5,855,632	-6,297,060
Net Assets	<u>3,676,892</u>	<u>3,640,766</u>	<u>5,986,876</u>	<u>7,808,022</u>	<u>7,792,863</u>

FUNDS EMPLOYED

<i>SHARE CAPITAL</i>	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
<i>SHARE PREMIUN</i>	13,411,541	13,411,541	13,411,541	13,411,541	13,411,541
<i>GENERAL RESERVE</i>	<u>13,734,649</u>	<u>13,770,776</u>	<u>11,424,665</u>	<u>-9,603,519</u>	<u>10,044,947</u>
SHAREHOLDERS FUND	<u>3,676,892</u>	<u>3,640,765</u>	<u>5,986,876</u>	<u>7,808,022</u>	<u>7,792,863</u>

DAAR COMMUNICATIONS PLC

<i>TURNOVER</i>	1,914,359	3,553,526	5,152,448	4,637,217	3,712,390
<i>PROFIT/(LOSS) BEFORE TAX</i>	36,127	-2,554,036	-1,690,227	-2,007,127	-718,950
<i>TAX</i>	0	207,925	310,509	-162,453	237,365
<i>PROFIT AFTER TAX</i>	<u>36,127</u>	<u>-2,346,111</u>	<u>-1,379,718</u>	<u>-2,169,580</u>	<u>-481,585</u>
EARNINGS PER SHARE	0	-29	-17	-27	-6

Securities Trading Policy

In accordance with the Post-Listing Rules of the Nigerian Exchange Limited (NGX or the Exchange), DAAR Communications Plc has in place a Securities Trading Policy which regulates securities transactions by its Directors, Employees and other Insiders on terms which are no less exacting than the required standard set out in the Rules. The Policy and Closed periods as amended are communicated periodically to drive compliance.

In respect of the period under review, the Directors of the Company hereby confirm that: A Code of Conduct regarding the securities transactions by all Directors has been adopted by the Company; Specific enquiry of all Directors has been made during the reporting period and there is no incidence of non-compliance with the listing rules of the Nigerian Exchange or with DAAR Communications Plc's Code of Conduct, with respect to security transactions by Directors.