



Transnational Corporation of Nigeria Plc
Unaudited Condensed Consolidated Financial Statements
For the Period Ended 30 June 2021

Transnational Corporation of Nigeria Plc
Statement of Profit or Loss and Other Comprehensive Income
For the Period Ended 30 June 2021

	Note	Group		Company	
		30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Revenue	19	53,260,235	34,956,150	3,045,614	1,363,575
Cost of sales	20	(29,754,211)	(20,255,925)	-	-
Gross profit		23,506,024	14,700,225	3,045,614	1,363,575
Administrative expenses	23	(7,498,769)	(6,245,768)	(745,329)	(685,470)
Impairment (loss)/gain on financial assets		(272,755)	-	-	-
Other income	21	620,320	1,063,170	578,294	1,000,665
Other gains /(losses) - net	22	(19,824)	-	(674)	-
Operating profit		16,334,996	9,517,627	2,877,905	1,678,770
Finance cost - Net	24	(7,973,268)	(7,964,102)	(2,119,921)	(995,040)
Foreign exchange gain/ (loss) on financing activities	25	(1,310,310)	(623,644)	-	-
Profit/(loss) before taxation		7,051,418	929,881	757,984	683,730
Taxation	16	(548,445)	(151,684)	(308,389)	(136,357)
Profit/(loss) for the period		6,502,973	778,197	449,595	547,373
Profit/(loss) attributable to:					
Owners of the parent		3,215,609	(1,126,208)	449,595	547,373
Non controlling interest		3,287,364	1,904,405	-	-
Other comprehensive income/(loss) <i>Items that will not be reclassified to profit or loss:</i>					
Net (loss)/gain on equity instruments designated at fair value through OCI	22	(650,879)	(434,224)	(650,879)	(434,224)
Total comprehensive income for the period		5,852,094	343,973	(201,284)	113,149
Attributable to:					
Owners of the parent		2,564,730	(1,560,432)	(201,284)	113,149
Non controlling interest		3,287,364	1,904,405	-	-
Basic EPS (kobo)	26	7.91	(2.77)	1.11	1.35
Diluted EPS (kobo)	26	7.91	(2.77)	1.11	1.35

The results shown above relate to continuing operations. There are no incomes or expenses from discontinued operations.

The notes on pages 7 to 20 are an integral part of these financial statements.

Transnational Corporation of Nigeria Plc
Statement of Profit or Loss and Other Comprehensive Income
For the Quarter Ended 30 June 2021

	Group		Company	
	April - June 2021 N'000	April - June 2020 N'000	April - June 2021 N'000	April - June 2020 N'000
Revenue	28,825,144	19,564,191	2,322,701	968,884
Cost of sales	(15,743,919)	(12,210,064)	-	-
Gross profit	13,081,225	7,354,127	2,322,701	968,884
Administrative expenses	(4,022,279)	(2,901,707)	(419,097)	(332,237)
Other income	375,641	938,252	315,794	824,141
Other gains / (loss) - net	(16,401)	(7,223)	(674)	-
Operating profit	9,418,186	5,383,449	2,218,724	1,460,788
Finance cost	(4,281,532)	(3,822,880)	(1,228,102)	(518,427)
Foreign exchange loss on financing activities	(582,763)	(767,950)	-	-
Finance cost - net	(4,864,295)	(4,590,830)	(1,228,102)	(518,427)
Profit/ (Loss) before taxation	4,553,891	792,619	990,622	942,361
Taxation	(92,341)	(95,212)	(230,712)	(96,888)
Profit/ (Loss) for the period	4,461,550	697,407	759,910	845,473
Profit / (Loss) attributable to:				
Owners of the parent	2,485,870	(622,335)	759,910	845,473
Non controlling interest	1,975,680	1,319,742	-	-
Other comprehensive income				
<i>Items that may be reclassified to profit or loss:</i>				
Net (loss)/gain on equity instruments designated at fair value through OCI	120,958	603,302	120,958	603,302
Total comprehensive income for the period	4,582,508	1,300,709	880,868	1,448,775
Attributable to:				
Owners of the parent	2,606,828	(19,033)	880,868	1,448,775
Non controlling interest	1,975,680	1,319,742	-	-
Basic EPS (kobo)	6.12	(1.53)	1.87	2.08
Diluted EPS (kobo)	6.12	(1.53)	1.87	2.08

The results shown above relate to continuing operations. There are no incomes or expenses from discontinued operations.

The notes on pages 7 to 20 are an integral part of these financial statements.

Transnational Corporation of Nigeria Plc
Statement of Financial Position
As at 30 June 2021

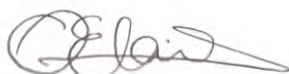
	Note	Group		Company	
		30 June 2021 N'000	31 December 2020 N'000	30 June 2021 N'000	31 December 2020 N'000
Assets					
Non-current assets					
Property, plant and equipment	5	157,457,074	155,200,682	69,732	82,820
Intangible assets	6	41,165,740	41,156,083	5,075,818	5,075,818
Investment property	7	2,047,900	2,047,900	2,047,900	2,047,900
Investment in subsidiaries	8	-	-	61,616,741	61,167,716
Debt and equity securities	13	3,524,724	4,175,603	3,524,724	4,175,603
Deferred tax	9	1,316,533	1,316,522	-	-
Deposit for investment		30,085,629	27,453,129		
Prepayments and other assets	12	244,623	36,875	60,317	36,875
		235,842,223	231,386,794	72,395,232	72,586,732
Current assets					
Inventories	10	6,041,872	4,357,878	-	-
Trade and other receivables	11	97,642,363	97,619,936	18,185,642	16,762,386
Prepayments and other assets	12	2,016,444	1,061,316	133,331	23,208
Cash and cash equivalents	14	16,718,235	3,769,341	1,392,360	1,172,613
		122,418,914	106,808,471	19,711,333	17,958,207
Total assets		358,261,137	338,195,265	92,106,565	90,544,939
Liabilities					
Current liabilities					
Trade and other payables	15	92,311,583	84,114,006	10,107,355	10,601,733
Tax Payable	16	1,634,331	1,268,091	216,862	218,525
Borrowings (short term)	17	12,223,495	15,917,655	5,907,955	6,688,079
		106,169,409	101,299,752	16,232,172	17,508,337
Non-current liabilities					
Borrowings (long term)	17	112,817,869	103,202,328	37,517,984	34,072,429
Deposit for shares		13,070,238	12,935,000	-	-
Deferred tax	9	6,348,624	6,348,802	-	-
		132,236,731	122,486,130	37,517,984	34,072,429
Total liabilities		238,406,140	223,785,882	53,750,156	51,580,766
Equity					
Ordinary share capital	27	20,323,996	20,323,996	20,323,996	20,323,996
Share premium	27	6,249,871	6,249,871	6,249,871	6,249,871
Other reserves		1,331,152	1,982,031	1,442,832	2,093,711
Retained earnings		41,092,349	38,283,220	10,339,710	10,296,595
Equity attributable to owners of the parent		68,997,368	66,839,118	38,356,409	38,964,173
Non controlling interest		50,857,629	47,570,265	-	-
Total equity		119,854,997	114,409,383	38,356,409	38,964,173
Net equity and liabilities		358,261,137	338,195,265	92,106,565	90,544,939

The notes on pages 7 to 20 are an integral part of these financial statements.

The Unaudited financial statements on pages 1 to 20 were approved and authorised for issue by the Board of Directors on 28 July 2021 and were signed on its behalf by



Mutiu Bakare
Group Chief Finance Officer
FRC/2016/ICAN/00000014111



Owen Omogiafo
President/Chief Executive Officer
FRC/2019/IODN/00000019827



Emmanuel Nnorom
Director
FRC/2014/ICAN/00000007402

Transnational Corporation of Nigeria Plc
Statement of Changes in Equity
For the Period Ended 30 June 2021

Group	Attributable to owners of the parent					Total Attributable to Owners of the parents N'000	Non Controlling interest N'000	Total equity N'000
	Share capital N'000	Share premium N'000	Other reserves N'000	Retained earnings N'000				
As at 1 January 2020	20,323,996	6,249,871	1,257,398	39,199,021	67,030,286	41,708,106	108,738,392	
Profit for the year	-	-	-	(862,036)	(862,036)	4,654,144	3,792,108	
*Adjustment on wound up subsidiary				352,953	352,953		352,953	
Dividend paid	-	-	-	(406,718)	(406,718)	(2,630,414)	(3,037,132)	
Right Issue	-	-	-	-	-	3,838,429	3,838,429	
Other comprehensive income	-	-	724,633	-	724,633	-	724,633	
Balance at 31 December 2020	20,323,996	6,249,871	1,982,031	38,283,220	66,839,118	47,570,265	114,409,383	
As at 1 January 2020	20,323,996	6,249,871	1,257,398	39,199,021	67,030,286	41,708,106	108,738,392	
Profit /(Loss) for the period	-	-	-	-1,126,208	-1,126,208	1,904,405	778,197	
Dividend paid	-	-	-	(406,480)	(406,480)	-	(406,480)	
Right Issue	-	-	-	-	-	2,349,624	2,349,624	
Other comprehensive income	-	-	(434,224)	-	(434,224)	-	(434,224)	
Balance at 30 June 2020	20,323,996	6,249,871	823,174	37,666,333	65,063,374	45,962,135	111,025,509	
As at 1 January 2021	20,323,996	6,249,871	1,982,031	38,283,220	66,839,118	47,570,265	114,409,383	
Profit /(Loss) for the period	-	-	-	3,215,609	3,215,609	3,287,364	6,502,973	
Dividend paid	-	-	-	(406,480)	(406,480)	-	(406,480)	
Other comprehensive income	-	-	(650,879)	-	(650,879)	-	(650,879)	
Balance at 30 June 2021	20,323,996	6,249,871	1,331,152	41,092,349	68,997,368	50,857,629	119,854,997	

Transnational Corporation of Nigeria Plc
Statement of Changes in Equity
For the Period Ended 30 June 2021

Company	Share capital N'000	Share premium N'000	Other reserves N'000	Retained earnings N'000	Total Controlling interest N'000	Non Controlling interest N'000	Total equity N'000
As at 1 January 2020	20,323,996	6,249,871	1,369,078	8,314,715	36,257,660	-	36,257,660
Profit for the year				2,388,360	2,388,360		2,388,360
Dividend paid			-	(406,480)	(406,480)		(406,480)
Other comprehensive income			724,633	-	724,633	-	724,633
Balance at 31 December 2020	20,323,996	6,249,871	2,093,711	10,296,595	38,964,173	-	38,964,173
As at 1 January 2020	20,323,996	6,249,871	1,369,078	8,314,715	-	-	36,257,660
Profit for the period	-	-	-	547,373	-	-	547,373
Dividend paid	-	-	-	(406,480)	-	-	(406,480)
Other comprehensive income	-	-	(434,224)	-	-	-	(434,224)
Balance at 30 June 2020	20,323,996	6,249,871	934,854	8,455,608	-	-	35,964,329
As at 1 January 2021	20,323,996	6,249,871	2,093,711	10,296,595	38,964,173	-	38,964,173
Profit for the period			-	449,595	449,595	-	449,595
Dividend paid			-	(406,480)	(406,480)	-	(406,480)
Other comprehensive income			(650,879)	-	(650,879)	-	(650,879)
Balance at 30 June 2021	20,323,996	6,249,871	1,442,832	10,339,710	38,356,409	-	38,356,409

Transnational Corporation of Nigeria Plc
Statement of Cash Flows
For the Period Ended 30 June 2021

	Note	Group		Company	
		30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Cash flows from operating activities					
Cash generated from/(used in) operations	28	23,329,166	18,489,442	489,728	2,320,633
Tax paid		(182,205)	(32,581)	(5,491)	-
Net cash flows generated from/(used in) operating activities		23,146,961	18,456,861	484,237	2,320,633
Cash flows from investing activities					
Dividend Income on equity security		50,665	347,423	50,665	347,423
Interest received		304,705	606,102	187,222	445,381
Purchase of intangible assets		-	(397,663)	-	-
Right Issue		-	-	-	-
Proceed from sale of property, plant and equipment		(22,616)	-	-	-
Purchase of property, plant and equipment		(5,115,425)	(2,033,348)	(4,486)	(280)
Deposit for Investment		(2,632,500)	-	-	-
Investment in subsidiaries		-	-	(449,025)	-
Net cash flows (used in)/generated from investing activities		(7,415,171)	(1,477,486)	(215,624)	792,524
Cash flows from financing activities					
Net movement in borrowings		5,921,381	(11,087,491)	2,665,431	(1,262,743)
Dividend paid		(406,480)	(406,480)	(406,480)	(406,480)
Interest paid		(8,277,973)	(8,570,204)	(2,307,143)	(1,440,421)
Net cash flows (used in)/generated from financing activities		(2,763,072)	(20,064,175)	(48,192)	(3,109,644)
Net (decrease)/increase in cash and cash equivalents		12,968,718	(3,084,800)	220,421	3,513
Cash and cash equivalents at the beginning of the period		3,769,341	4,941,953	1,172,613	552,699
Foreign exchange loss/(gain) on cash and cash equivalents		(19,824)	-	(674)	-
Cash and cash equivalents at the end of the period		16,718,235	1,857,153	1,392,360	556,212

The notes on pages 7 to 20 are an integral part of these financial statements.

Transnational Corporation of Nigeria Plc

Notes to the Financial Statements

For the Period Ended 30 June 2021

1. General information

Transnational Corporation of Nigeria Plc, ("the Company" or "Transcorp"), was incorporated on 16 November, 2004 as a private limited liability Company domiciled in Nigeria in accordance with the requirements of the Companies and Allied Matters Act. Following a successful initial public offer (IPO), the Company was in December 2006, listed on the Nigerian Stock Exchange. The shares of the Company have continued to be traded on the floor of the Exchange. The Company is domiciled in Nigeria and the address of its registered office is 38 Glover Road, Ikoyi, Lagos, Nigeria.

The Company maintains controlling interests in the following companies. The Company, together with the subsidiaries are known as the Transcorp Group, ("the Group")

- Capital Leisure and Hospitality Limited
- Transcorp Hotels Plc
- Transcorp Hotels Calabar Limited
- Transcorp Energy Limited
- Teragro Commodities Limited
- Transcorp Power Limited
- Transcorp Properties Limited
- Transcorp OPL 281 Limited
- Transcorp Hotels Ikoyi Limited
- Transcorp Hotels Port Harcourt Limited

The **Company's** business is investment and operation of portfolio companies in the hospitality, power, agro-allied and oil & gas sectors.

2. Summary of significant accounting policies

2.1 Basis of preparation

The condensed consolidated financial statements have been prepared in accordance with the Companies and Allied Matters Act (CAMA), IAS 34 Interim Financial Reporting, International Financial Reporting Standards (IFRS) and interpretations issued by the IFRS Interpretations Committee (IFRS IC) applicable to companies reporting under IFRS. The financial statements have been prepared on a historical cost basis except for available-for-sale financial assets, **financial assets and liabilities and investment property – measured at fair value.**

The condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the **Group's** annual financial statements as at 31 December 2019.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the **Group's** accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in note 3.

The preparation of financial statements, in conformity with generally accepted accounting principles under IFRS, requires the directors to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on the directors' best knowledge of the amounts, events or actions, actual results ultimately may differ from those estimates.

The financial statements have been prepared on a historical cost basis except for the fair value basis applied to certain intangible assets, investment property and equity investments.

All values are rounded to the nearest thousand (N'000), except when otherwise indicated.

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

3 Fair value estimation

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- (Level 1): Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (Level 2): Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- (Level 3): Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

Assets	At 30 June 2021			Total
	Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income				
Equity securities at fair value through OCI	3,524,724	-	-	3,524,724

Assets	At 31 December 2020			Total
	Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss				
Equity securities at fair value through OCI	4,175,603	-	-	4,175,603

There were no transfers between levels 1 and 2 during the year.

(a) *Financial instruments in level 1*

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and **those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the group is the current bid price.** These instruments are included in Level 1. Instruments included in Level 1 comprise primarily equity investments listed on the Nigerian Stock Exchange (NSE) classified as equity securities at fair value through other comprehensive income.

4 Segment analysis

The Group

The chief operating decision-maker has been identified as the Board of Directors of Transcorp. The Board reviews the **Group's** internal reporting in order to assess performance and allocate resources. The directors have determined the operating segments based on these reports. The Board considers the business from an industry perspective and has identified 5 operating segments.

i Hospitality

The hospitality business is made up of its direct subsidiary Transcorp Hotels Plc. (THP) and indirect subsidiaries, Transcorp Hotels Calabar Limited (THC), Transcorp Hotels Ikoyi Limited and Transcorp Hotels Port Harcourt Limited. These entities render hospitality services to customers.

ii Agro-allied

This relates to a subsidiary Teragro Commodities Limited. The subsidiary is engaged in the manufacturing/processing of fruit concentrates from fruits from which the Group derives revenue.

iii Power

This relates to a subsidiary Transcorp Power Limited (TPL). The subsidiary is engaged in generation of electric power.

iv Oil & Gas

Two subsidiaries make up the oil & gas segment namely Transcorp Energy Limited and Transcorp OPL 281 Limited. The companies are into the exploration, refining and marketing of petroleum products. The subsidiaries are in the start-up phase and have not started generating revenue.

v Corporate Centre

This segment is the parent Company, Transnational Corporation of Nigeria Plc and the other non-operational subsidiaries.

The Board is the Chief Operating Decision Maker (CODM) and monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements. Also, the **Group's** financing (including finance costs, finance income and other income) and income taxes are managed on a Group basis and are not allocated to operating segments. Transfer prices between operating segments are **on an arm's length basis in a manner similar to transactions with third parties.**

Sales between segments are carried out at arm's length. The revenue from external parties reported to the group is measured in a manner consistent

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

Total segment assets are included in the reconciliation to the total statement of financial position assets.

As at 30 June 2021

	Hospitality N'000	Oil & gas N'000	Agro-allied N'000	Power N'000	Corporate centre N'000	Intersegment elimination N'000	Total N'000
Revenue	8,774,582	-	-	44,485,653	3,045,614	(3,045,614)	53,260,235
Other income	547,699	-	-	-	577,620	(187,222)	938,097
Finance cost	2,139,189	-	-	4,018,552	2,307,143	(187,222)	8,277,662
Depreciation and amortisation	1,277,706	-	-	1,642,118	32,138	-	2,951,962
Profit/(loss) before taxation	(108,531)	-	-	9,447,578	757,984	(3,045,613)	7,051,418
Segmental assets	114,952,786	7,365,115	55,073	184,389,527	92,106,563	(40,607,927)	358,261,137
Segmental liabilities	55,711,416	8,277,528	1,766,561	134,139,707	53,750,155	(15,239,227)	238,406,140
Net assets	59,241,370	(912,413)	(1,711,488)	50,249,820	38,356,408	(25,368,700)	119,854,997

As at 30 June 2020

	Hospitality N'000	Oil & gas N'000	Agro-allied N'000	Power N'000	Corporate centre N'000	Intersegment elimination N'000	Total N'000
Revenue	4,781,483	-	-	30,174,667	1,363,575	(1,363,575)	34,956,150
Other income	2,664	-	-	161,079	445,381	-	609,124
Finance cost	2,765,680	-	-	4,878,756	1,440,421	-	9,084,857
Depreciation and amortisation	1,293,649	-	-	1,509,057	32,765	-	2,835,471
Profit/(loss) before taxation	(3,637,793)	(1,411)	(2,790)	5,251,720	683,730	(1,363,575)	929,881
Segmental assets	112,552,824	6,899,717	55,073	156,152,600	60,476,399	(34,340,178)	301,796,435
Segmental liabilities	56,873,583	7,389,577	1,769,351	113,697,738	24,512,072	(13,471,395)	190,770,926
Net assets	55,679,241	(489,860)	(1,714,278)	42,454,862	35,964,327	(20,868,783)	111,025,509

Revenues from transactions with other operating segments relates to dividend income from Transcorp Hotels Plc and Transcorp Power Limited to the Company, Transnational Corporation of Nigeria Plc.

The totals presented for the Group's operating segments reconcile to the key financial figures as presented in its financial statements as follows:

Revenue	30 June 2021 N'000	30 June 2020 N'000
Total revenue for reportable segments	56,305,849	36,319,725
Elimination of inter-segment revenue (i)	(3,045,614)	(1,363,575)
External revenue	53,260,235	34,956,150
Profit or loss		
Total (loss) or profit for reportable segments	10,097,031	2,293,456
Elimination of inter-segment profits (ii)	(3,045,613)	(1,363,575)
Consolidated (loss) or profit before taxation	7,051,418	929,881
Assets	30 June 2021	31 December 2020
Total assets of reportable segments	398,869,064	410,453,335
Consolidation eliminations (iii)	(40,607,927)	(72,258,070)
Consolidated total assets	358,261,137	338,195,265
Liabilities		
Total liabilities of reportable segments	253,645,367	269,671,913
Consolidation eliminations (iv)	(15,239,227)	(45,886,031)
Consolidated total liabilities	238,406,140	223,785,882

The nature of differences between the measurements of the reportable segment's assets/liabilities and the assets/liabilities of the Group is as follows:

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

4 Segment analysis (continued)

(i) Elimination of inter-segment revenue relates to dividend income from Transcorp Power Limited and Transcorp Hotels Plc to Transnational Corporation of Nigeria Plc.

(ii) Elimination of inter-segment profits relates to dividend income between the segments and other income arising from transactions with non-controlling interests.

(iii) Investments of Transnational Corporation of Nigeria Plc in its subsidiaries and investment of Transcorp Hotels Plc in Transcorp Hotels Calabar Limited, Transcorp Hotels Port Harcourt Limited and Transcorp Hotels Ikoyi Limited respectively accounts for the consolidation eliminations of total assets of reportable segments. Inter-segment receivables were also eliminated to arrive at the consolidated total assets.

(iv) Inter-segment payables, dividend payable to segments within the Group and management fees payable and interest payable to Transnational Corporation of Nigeria Plc from Transcorp Hotels Plc accounts for the consolidation eliminations in total liabilities of the reportable segments.

Entity-wide information

The following is an analysis of the Group's revenue from continuing operations from its major products and services.

Analysis of revenue by category:

	30 June 2021	30 June 2020
	N'000	N'000
Rooms	5,591,864	3,030,605
Food and beverage	2,327,627	1,200,731
Shop rental	390,290	304,394
Service charge	0	38,982
Other operating revenue	464,801	206,771
Capacity charge	14,767,196	10,974,671
Energy sent out	29,705,257	19,179,596
Ancillary services	13,200	20,400
Total	53,260,235	34,956,150

The Group is domiciled in Nigeria where it generates all its external revenue. The total non-current assets of the Group are all located in Nigeria.

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

5 Property, plant and equipment (PP&E)

Group	Right of Use N'000	Land N'000	Building & improvements N'000	Plant & machinery N'000	Computer & office equipments N'000	Motor vehicles N'000	Capital work in progress N'000	Total N'000
Cost								
Balance as at 1 January 2020	179,005	37,739,649	50,176,927	69,105,406	18,099,942	787,206	10,214,460	186,302,595
Additions	-	-	1,905	768,810	287,341	61,180	1,298,262	2,417,498
Interest cost capitalised in the year	-	-	-	-	-	-	-	0
Reclassification	-	-	2,101,185	255,271	-	-	(2,356,456)	-
Disposals	-	-	-	-	(1,222)	-	-	(1,222)
Balance as at 31 December 2020	179,005	37,739,649	52,280,017	70,129,487	18,386,061	848,386	9,156,266	188,718,871
Balance as at 1 January 2021	179,005	37,739,649	52,280,017	70,129,487	18,386,061	848,386	9,156,266	188,718,871
Additions	-	-	31,563	4,635,275	157,830	-	290,757	5,115,425
Interest cost capitalised in the year	-	-	-	-	-	-	-	-
Reclassification	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
Balance as at 30 June 2021	179,005	37,739,649	52,311,580	74,764,762	18,543,891	848,386	9,447,023	193,834,296
Balance at 31 December 2020								
Balance as at 1 January 2020	-	-	3,880,914	19,418,914	3,749,484	601,224	-	27,650,536
Depreciation	58,056	-	1,096,695	3,340,126	1,263,148	52,420	-	5,810,445
Disposals	-	-	-	-	-848	-	-	(848)
Balance as at 31 December 2020	58,056	-	4,977,609	22,759,040	5,011,784	653,644	-	33,460,133
Balance as at 1 January 2021	58,056	-	4,977,609	22,759,040	5,011,784	653,644	-	33,460,133
Depreciation	14,514	-	557,807	1,732,675	585,098	26,996	-	2,917,090
Balance as at 30 June 2021	72,570	-	5,535,416	24,491,714	5,596,882	680,640	-	36,377,222
Net book value								
At 30 June 2021		37,739,649	46,776,164	50,273,048	12,947,009	167,746	9,447,023	157,457,074
At 31 December 2020	62,893	37,739,649	47,302,408	47,370,447	13,374,277	194,742	9,156,266	155,200,682

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

5 Property, plant and equipment (continued)

Company	Right of Use N'000	Building & improvements N'000	Plant & Machinery N'000	Computer & office equipments N'000	Motor vehicles N'000	Total N'000
Cost						
Balance as at 1 January 2020	179,005	28,862	8,771	71,790	15,273	303,701
Additions	-	-	-	1,922	280	2,202
Disposals	-	-	-	-	-	-
Balance as at 31 December 2020	179,005	28,862	8,771	73,712	15,553	305,903
Balance as at 1 January 2021	179,005	28,862	8,771	73,712	15,553	305,903
Additions	-	-	-	4,486	-	4,486
Balance as at 30 June 2021	179,005	28,862	8,771	78,198	15,553	310,389
Depreciation and impairment losses						
Balance as at 1 January 2020	58,056	28,801	2,994	59,184	8,545	157,580
Depreciation for the year	58,056	61	772	4,652	1,912	65,453
Disposals	-	-	-	-	-	-
Balance as at 31 December 2020	116,112	28,862	3,766	63,836	10,457	223,033
Balance as at 1 January 2021	116,112	28,862	3,766	63,836	10,457	223,033
Depreciation for the period	14,514	-	386	1,778	946	17,624
The Unaudited financial statements on pages 1 to 20 were approved	130,626	28,862	4,152	65,614	11,403	240,657
Net book value						
At 30 June 2021	48,379	-	4,619	12,584	4,150	69,732
At 31 December 2020	62,843	-	5,005	9,876	5,096	82,820

Depreciation is allocated as follows:	Group		Company	
	30 June 2021	30 June 2020	30 June 2021	30 June 2020
	N'000	N'000	N'000	N'000
Cost of sales	1,619,730	1,489,820	-	-
Administrative expenses	1,319,273	1,334,365	32,138	32,765
	2,939,003	2,824,185	32,138	32,765

All depreciation expenses for the company are charged to administrative expenses.

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

6 Intangible assets	Group					Company		
	Goodwill N'000	Computer software N'000	Oil Prospecting License N'000	Exploration and evaluation expenditure N'000	Total N'000	Computer software N'000	Oil Prospecting License N'000	Total N'000
Cost								
At 1 January 2020	30,934,143	314,050	5,075,818	5,031,292	41,355,303	12,966	5,075,818	5,088,784
Addition	-	12,443	-	-	12,443	-	-	-
As at 31 December 2020	30,934,143	326,493	5,075,818	5,031,292	41,367,746	12,966	5,075,818	5,088,784
At 1 January 2021	30,934,143	326,493	5,075,818	5,031,292	41,367,746	12,966	5,075,818	5,088,784
Addition	-	-	-	-	-	-	-	-
Disposal	-	22,616	-	-	22,616	-	-	-
As at 30 June 2021	30,934,143	349,109	5,075,818	5,031,292	41,390,362	12,966	5,075,818	5,088,784
Accumulated amortisation								
At 1 January 2020	-	187,070	-	-	187,070	12,966	-	12,966
Amortisation charge	-	24,593	-	-	24,593	-	-	-
As at 31 December 2020	-	211,663	-	-	211,663	12,966	-	12,966
At 1 January 2021	-	211,663	-	-	211,663	12,966	-	12,966
Amortisation charge	-	12,959	-	-	12,959	-	-	-
As at 30 June 2021	-	224,622	-	-	224,622	12,966	-	12,966
Net book value								
As at 30 June 2021	30,934,143	124,487	5,075,818	5,031,292	41,165,740	-	5,075,818	5,075,818
At 31 December 2020	30,934,143	114,830	5,075,818	5,031,292	41,156,083	-	5,075,818	5,075,818

Goodwill is not amortised but tested for impairment annually.

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

7 Investment property

	Group		Company	
	30 June 2021 N'000	31 December 2020 N'000	30 June 2021 N'000	31 December 2020 N'000
At 1 January	2,047,900	2,047,900	2,047,900	2,047,900
Net gain from fair value remeasurement	-		-	
At 30 June 2021	2,047,900	2,047,900	2,047,900	2,047,900

8 Investment in subsidiaries

	Company	
	30 June 2021 N'000	31 December 2020 N'000
Transcorp Hotels Plc	27,965,228	27,965,228
Transcorp Power Limited	16,826,588	16,826,588
Trans Afam Nigeria Plc	16,774,025	16,325,000
Other subsidiaries	50,900	50,900
	61,616,741	61,167,716

Movement in investment in subsidiaries is analysed as follows:

	Company	
	30 June 2021 N'000	31 December 2020 N'000
At 1 January	61,167,716	34,061,623
Addition / (Disposal) in Investment	449,025	27,106,093
At 30 June 2021	61,616,741	61,167,716

9 Deferred tax

	Group	
	30 June 2021 N'000	31 December 2020 N'000
The balance of Deferred tax assets/ (Liabilities) is as follows:		
Deferred tax assets	1,316,533	1,316,522
Deferred tax liabilities	(6,348,624)	(6,348,802)
	(5,032,091)	(5,032,280)

10 Inventories

	Group	
	30 June 2021 N'000	31 December 2020 N'000
Food and beverage	175,386	194,732
Fuel/lubricant	147,001	260,496
Spares	5,522,921	3,862,227
Guest supplies	196,564	40,423
	6,041,872	4,357,878

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

11 Trade and other receivables

	Group		Company	
	30 June 2021 N'000	31 December 2020 N'000	30 June 2021 N'000	31 December 2020 N'000
Trade receivables	102,867,956	100,872,794	-	-
Related Parties and Other receivables	1,297,432	3,530,543	21,799,498	20,178,702
	104,165,388	104,403,337	21,799,498	20,178,702
Less: provision for impairment	(6,523,025)	(6,783,401)	(3,613,856)	(3,416,316)
	97,642,363	97,619,936	18,185,642	16,762,386

A significant portion of the trade receivable relates to receivable from the Transmission Company of Nigeria Plc and Nigerian Bulk Electricity Trading Plc which are the regulatory bodies for the power business.

12 Prepayments and Other Assets

	Group		Company	
	30 June 2021 N'000	31 December 2020 N'000	30 June 2021 N'000	31 December 2020 N'000
Prepayments	2,076,761	598,476	193,648	60,083
Other assets	184,306	499,715	-	-
	2,261,067	1,098,191	193,648	60,083
Non-Current	244,623	36,875	60,317	36,875
Current	2,016,444	1,061,316	133,331	23,208

13 Debt and equity securities

	Group and Company	
	30 June 2021 N'000	31 December 2020 N'000
Non-current portion Equity securities at fair value through OCI	3,524,724	4,175,603
	3,524,724	4,175,603

Movement in debt and equity securities :

	Group and Company	
	30 June 2021 N'000	31 December 2020 N'000
At 1 January	4,175,603	3,450,970
Fair value gain/(loss)	-650,879	724,633
Liquidation	-	-
At 30 June	3,524,724	4,175,603

14 Cash and cash equivalents

	Group		Company	
	30 June 2021 N'000	31 December 2020 N'000	30 June 2021 N'000	31 December 2020 N'000
Cash and bank balance	16,718,235	3,769,341	1,392,360	1,172,613

15 Trade and other payables

	Group		Company	
	30 June 2021 N'000	31 December 2020 N'000	30 June 2021 N'000	31 December 2020 N'000
The Unaudited financial statements on pages 1 to 20	70,637,207	64,852,650	-	-
Accruals and other liabilities	14,954,771	11,256,769	8,092,222	8,073,063
Dividend payable	2,363,183	2,582,674	-	-
Contract Liability	2,018,269	2,616,153	-	-
Deferred Income	165,885	1,305,535	-	-
VAT payable	229,531	429,568	72,396	72,396
Unclaimed Dividend	918,624	918,624	918,624	918,624
Advance Deposit	1,024,113	152,033	1,024,113	1,537,650
	92,311,583	84,114,006	10,107,355	10,601,733

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

16 Taxation	Group		Company	
	30 June 2021	30 June 2020	30 June 2021	30 June 2020
	N'000	N'000	N'000	N'000
Income tax	184,474	151,684	3,828	-
Education tax	363,971	-	-	-
	548,445	151,684	3,828	-
Tax on franked investment income	-	-	304,561	136,357
Deferred tax	-	-	-	-
	548,445	151,684	308,389	136,357

The movement in tax payable is as follows:

	Group		Company	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
	N'000	N'000	N'000	N'000
As at 31 December 2020				
At 1 January	1,268,091	1,538,799	218,525	229,428
Provision for the year	548,445	607,153	3,828	5,490
Payment during the year	(182,205)	(877,861)	(5,491)	(16,393)
At 30 June	1,634,331	1,268,091	216,862	218,525

17 Borrowings	Group		Company	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
	N'000	N'000	N'000	N'000
Falling due within a year	12,223,495	15,917,655	5,907,955	6,688,079
	12,223,495	15,917,655	-	-
Falling due after one year	112,817,869	103,202,328	37,517,984	34,072,429
	112,817,869	103,202,328	-	-
	112,817,869	103,202,328	37,517,984	34,072,429
Total	125,041,364	119,119,983	43,425,939	40,760,508

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

19 Revenue	Group		Company	
	30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
The group derives the following types of revenue:				
Rooms	5,591,864	3,030,605	-	-
Food and beverage	2,327,627	1,200,731	-	-
Shop rental	390,290	304,394	-	-
Service charge	-	38,982	-	-
Other operating revenue	464,801	206,771	-	-
Dividend income	-	-	3,045,614	1,363,575
Capacity charge	14,767,196	10,974,671	-	-
Energy sent out	29,705,257	19,179,596	-	-
Ancillary services	13,200	20,400	-	-
	53,260,235	34,956,150	3,045,614	1,363,575

All recognised revenue were generated in Nigeria.

20 Cost of sales	Group	
	30 June 2021 N'000	30 June 2020 N'000
Rooms	784,694	613,809
Staff costs	349,985	475,482
Food and beverage	1,439,328	972,628
Natural gas and fuel costs	24,459,308	15,807,112
Other direct expenses	289,895	287,037
Repairs and maintenance	631,014	417,035
Depreciation	1,619,730	1,489,820
Insurance	120,349	120,360
Other operating cost	59,908	72,642
	29,754,211	20,255,925

21 Other income	Group		Company	
	30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Dividend income on equity securities	-	347,423	-	347,423
Management fees from subsidiaries	-	-	525,000	350,000
Other income	620,320	715,747	53,294	303,242
	620,320	1,063,170	578,294	1,000,665

22 Other gains/(losses) - net	Group		Company	
	30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Included in profit or loss				
Foreign exchange gain/(loss)	(19,824)	-	(674)	-
	(19,824)	-	(674)	-

Included in other comprehensive income
Fair value gain/(loss) on equity securities

	(650,879)	(434,224)	(650,879)	(434,224)
--	-----------	-----------	-----------	-----------

Transnational Corporation of Nigeria Plc

Notes to the Financial Statements

For the Period Ended 30 June 2021

23 Administrative and general expenses

	Group		Company	
	30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Staff costs	1,594,942	1,040,451	146,267	154,227
Depreciation	1,319,273	1,334,365	32,138	32,765
Amortisation	12,959	11,286	-	-
Auditors' remuneration	41,942	60,310	14,620	18,365
Management and incentive fees	810,767	890,800	-	-
Professional fees	506,140	133,322	279,181	239,690
Director's remuneration	183,680	187,079	93,899	69,630
Repairs and maintenance	393,410	263,288	7,015	1,913
Advertising	217,423	813	11,249	813
Group service benefits	167,431	90,906	-	-
Insurance	211,544	215,408	8,056	8,958
Electricity and diesel cost	782,569	530,202	9,431	5,512
Travel and accommodation	107,270	105,872	19,918	22,060
Licenses and fees	23,557	22,110	23,557	19,690
Business development	0	129,695	-	-
Bank charges	182,347	116,943	19,945	2,958
Expected credit (gains) / losses of financial assets	-	145,000	-	-
Other operating expenses	943,515	967,918	80,053	108,889
	7,498,769	6,245,768	745,329	685,470

24 Finance costs and income

	Group		Company	
	30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Finance costs:				
Interest expense on loans	8,277,973	8,570,204	2,307,143	1,440,421
Interest expense on loans	8,277,973	8,570,204	2,307,143	1,440,421
Finance income:				
Interest on loan	304,705	606,102	187,222	445,381
	304,705	606,102	187,222	445,381
Finance Cost - net	7,973,268	7,964,102	2,119,921	995,040

25 Net foreign exchange losses

The exchange differences charged/credited to the income statement are included as follows:

	Group		Company	
	30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Foreign exchange (gain)/ loss on borrowings	1,310,310	623,644	-	-

26 Earnings per share

Basic earnings/ (loss) per share is calculated by dividing the profit/ (loss) attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year excluding ordinary shares purchased by the Company and held as treasury shares.

	Group		Company	
	30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Profit attributable to shareholders	3,215,609	(1,126,208)	449,595	547,373
Weighted average number of ordinary shares in issue	40,647,991	40,647,991	40,647,991	40,647,991
Basic earnings per share (Kobo)	7.91	(2.77)	1.11	1.35
Diluted earnings per share (Kobo)	7.91	(2.77)	1.11	1.35

27 Share capital

a Authorised:

	Group		Company	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
45,000,000,000 ordinary shares of 50kobo each	22,500,000	22,500,000	22,500,000	22,500,000

Allotted, called up and fully paid:

	Group and Company		
	Number of shares (thousands)	Ordinary shares N'000	Total N'000
At 1 January 2020	40,647,991	20,323,996	20,323,996
Bonus issue	-	-	-
At 30 June 2021	40,647,991	20,323,996	20,323,996

Transnational Corporation of Nigeria Plc
Notes to the Financial Statements
For the Period Ended 30 June 2021

b Share premium

Group and Company	
30 June 2021 N'000	31 December 2020 N'000
At 1 January	6,249,871
At 30 June	6,249,871

28 Cash generated from operating activities

	Group		Company	
	30 June 2021 N'000	30 June 2020 N'000	30 June 2021 N'000	30 June 2020 N'000
Profit /(Loss) before tax	7,051,418	929,881	757,984	683,730
Adjustment for:				
Depreciation of PP&E (Note 5)	2,917,090	2,824,185	32,138	32,765
Amortization of intangible assets	12,959	11,286	-	-
Dividend Income on equity securities	(50,665)	(347,423)	(50,665)	(347,423)
Finance cost	8,277,973	8,570,204	2,307,143	1,440,421
Finance income	(304,705)	(606,102)	(187,222)	(445,381)
Foreign exchange loss/ (gain)	1,310,310	623,644	-	-
Changes in working capital:				
(Increase) / decrease in trade, other receivables	(22,427)	7,502,207	(1,741,707)	(708,822)
(Increase) / decrease in prepayment	(1,162,876)	-	(133,565)	-
Decrease / (Increase) in inventories	(1,683,994)	(89,618)	-	-
Increase/(decrease) in Deferred Income	(178)	-	-	-
Increase/(decrease) in trade and other payables	6,984,261	-928,822	(494,378)	1,665,343
Net cash generated from/(used in) operations	23,329,166	18,489,442	489,728	2,320,633

29 Contingent liabilities

There was no material litigation in the ordinary course of business as at the balance sheet date. The directors are of the opinion that all known liabilities which are relevant in assessing the state of affairs of the Company have been taken into consideration in the preparation of these financial statements.

30 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in **Issuers'** Shares, Rulebook of the Exchange 2015 (Issuers Rule) Transnational Corporation of Nigeria Plc (the Company) maintains effective Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the **Company's** shares. The Policy is regularly reviewed and updated by the Board. The Company has made specific inquiries of all the directors and other insiders and is not aware of any infringement of the policy during the period

31 Compliance with Free Float Requirement and Shareholding Structure as at 30 September 2020

Range	No. of Holders	Holders %	Units	Unit %
1-999	4,762	1.69	1,793,266	0.00
1000- 9,999	209,987	74.71	533,732,898	1.31
10,000 - 99,999	54,892	19.53	1,295,621,308	3.19
100,000 - 999,999	9,692	3.45	2,414,263,183	5.94
1,000,000 - 9,999,999	1,530	0.54	3,394,057,546	8.35
10,000,000 - 99,999,999	156	0.06	3,549,151,226	8.73
100,000,000 - 999,999,999	43	0.02	11,977,768,509	29.47
Above 1,000,000,000	10	0.00	17,481,602,357	43.01
Total	281,072	100.00	40,647,990,293	100.00

Transnational Corporation of Nigeria Plc is in compliance with the free float requirement as at 31 December 2020.

32 Subsequent events

The global outbreak of Corona virus disease (COVID-19) in first half 2020 has negatively impacted the world economy, including Nigeria. In response to the outbreak in Nigeria, the Federal Government of Nigeria, state governments and health authorities issued regulations, directives and guidelines aimed at curbing the spread of the virus and disease. Transnational Corporation of Nigeria Plc (Transcorp) continues to manage the impact of the pandemic through excellent execution of pro-active contingency and business continuity plans as well as full compliance with local regulations, directives, and guidelines.

Transcorp's revenue is generated mostly from two key sectors: Power, which contributes about 70% of the **Group's** Revenue; and Hospitality, which contributes about 30% of the **Group's** Revenue. Stated below are the impacts of COVID-19 Pandemic on these business units.

Transnational Corporation of Nigeria Plc

Notes to the Financial Statements

For the Period Ended 30 June 2021

Power

Transcorp Power Limited is in the business of power generation, which is classified as essential service. As a result of this, the company and its staff were exempted from the restriction of movement associated with the lockdown announced both at the federal and state government levels at the first half 2020. Accordingly, the operations of Transcorp Power Limited are not materially affected by the negative impact of the COVID-19 pandemic.

The PPE of the Plant are running at scheduled capacity level while the **company's** inventories are in active use. The company continues to receive payments of its invoices under the Federal **Government's** N600b Payment Assurance Facility. In addition, payments are made to suppliers and lenders as at when due. Based on **management's** assessments, Transcorp Power **Ltd.'s** operations are not materially affected by the negative impact of the COVID-19 pandemic.

Hospitality

Transcorp Hotel plc started the year 2020 optimistic with detailed plans and budget to surpass the N20bn revenue performance achieved in 2019.

With the Global Corona virus Pandemic, the hospitality industry, and Transcorp Hotels Plc, in particular, has been negatively impacted.

Nigeria witnessed increase in confirmed cases which led to closure of airports and flights and an official lockdown of the FCT issued by the Federal Government to ensure the effective combat of the virus. All of these negatively impacted the hotel and its business activities throughout the year.

As Nigeria witnessed increase in confirmed cases there were closure of airports, cancellation of flights and official lockdown of the FCT by the Federal Government to ensure the effective combat of the virus. All these negatively impacted the hospitality sector, including Transcorp Hotels Plc. Transcorp Hotel closed the year 2020 with revenue of N10.2 billion against N20.4 billion recorded in 2019. In 2020, the Hotel implemented strategic initiatives, including:

- Introduction of Hilton CleanStay Programme, aimed at delivering safe and socially responsible event solutions.**
- Prioritization of stakeholder engagement**
- Launching of new business lines.**