

**SKYWAY AVIATION HANDLING COMPANY PLC  
(RC:813022)**

**UNAUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER 2022**

# SKYWAY AVIATION HANDLING COMPANY PLC

<b>TABLE OF CONTENTS</b>	<b>PAGES</b>
CORPORATE INFORMATION	2-3
DIRECTORS' CERTIFICATION REPORT	4
CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	5
CONDENSED STATEMENT OF FINANCIAL POSITION	6
CONDENSED STATEMENT OF CHANGES IN EQUITY	7
CONDENSED STATEMENT OF CASH FLOWS	8
FREE FLOAT ANALYSIS	9
CONDENSED NOTES TO THE FINANCIAL STATEMENTS	9 - 25

# SKYWAY AVIATION HANDLING COMPANY PLC

## CORPORATE INFORMATION

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**REGISTERED NUMBER:** RC:813022

**TAX IDENTIFICATION NUMBER:** 04683753-0001

<b>DIRECTORS:</b>	Barrister (Dr.) Taiwo Afolabi	Chairman
	Barrister Chike Ogeah	Vice Chairman
	Mr. Basil Agboarumi	Managing Director
	Mr. Babatunde Afolabi	Executive Director
	Mr. Olaniyi Adigun	Executive Director
	Mrs. Boma Ukwunna	Executive Director
	Dr. Oluropo Owolabi	Non Executive Director
	Barrister Oladipo Kayode Filani	Non Executive Director
	Captain Shehu Iyal	Non Executive Director
	Mrs. Laila St. Mathew Daniel	Non Executive Director
	Mrs. Bukola Bello-Jayesimi	Non Executive Director
	Mr. Anogwi Anyanwu	Independent Director

<b>PRINCIPAL OFFICERS:</b>	Basil Agboarumi	Managing Director/CEO
	Olaniyi Adigun	Executive Director -Sales and Marketing
	Boma Ukwunna	Executive Director - Cargo Services
	Babatunde Afolabi	Executive Director IT and Business Development
	James Oriowo	AGM- Engineering and Maintenance
	Olugbenga Okeowo	AGM- Operations
	Olajide Kafidipe	AGM- Cargo Services
	Hamzat Bola Olaniyan	AGM- Billing
	Yinka Afolabi Ogungbemi	AGM- Admin Services and Project
	Omolara Bello	AGM- Legal/ Company Secretary
	Taiwo Olayemi Mogaji	AGM- Internal Audit
	Rotimi Omotoso	Chief Finance Officer
	Oyeyemi George Ademeso	Head- Business Development
	Folorunso Elegbede	AGM - Human Resources
	Christie Oseghale	AGM -Safety and Quality Assurance
Adebowale Okunlola	Head -Security	
Ayodele Taoheed Sanusi	Head -Procurement	

**REGISTERED OFFICE/  
OPERATIONAL OFFICE ADDRESS:** 54 Warehouse Road, Apapa, Lagos  
Skyway Aviation Handling Company Plc. Complex,  
Cargo Terminal,  
Murtala Muhammed International Airport,  
Ikeja,  
Lagos.

**COMPANY SECRETARY:** Omolara Bello  
Skyway Aviation Handling Company Plc. Complex,  
Cargo Terminal,  
Murtala Muhammed International Airport,  
Ikeja,  
Lagos State.

# SKYWAY AVIATION HANDLING COMPANY PLC

## CORPORATE INFORMATION (CONT'D)

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**PRINCIPAL BANKERS:**

Access Bank Plc.  
Eco bank Nigeria Limited  
Fidelity Bank Plc.  
First Bank of Nigeria Limited  
First City Monument Bank Plc.  
Guaranty Trust Bank Plc.  
Keystone Bank Limited.  
Polaris Bank Ltd  
Stanbic IBTC Bank Plc.  
Sterling Bank Plc.  
Union Bank of Nigeria Plc.  
United Bank for Africa Plc.  
Zenith Bank Plc.

**SOLICITORS**

Sceptre Law  
2c Idowu Olaitan Street,  
Gbagada Expressway,  
Gbagada Phase II,  
Lagos.

H.A. Olaniyan and Co.  
2nd Floor Rear Block,  
208 Ikorodu Road,  
Palmgrove,  
Lagos.

**REGISTRARS:**

First Registrars and Investors Services Limited  
2 Abebe Village Road, Iganmu  
Postal 12242  
Lagos State.

# SKYWAY AVIATION HANDLING COMPANY PLC

## DIRECTORS' CERTIFICATION REPORT FOR THE YEAR ENDED 31 DECEMBER, 2022

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We have reviewed the condensed financial statements of Skyway Aviation Handling Company Plc for the period ended 31 December, 2022


Based on our knowledge, these condensed financial statements do not;

- (a) Contain any untrue statement of a material fact or;
- (b) Omit to state material fact, which would make the statement misleading in the light of the circumstance under which such statements were made
- (c) The condensed financial statements and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the company as of, and for the periods presented in the condensed financial statements

The Directors are responsible for establishing and maintaining internal controls;

we have;

- i designed such internal controls to ensure that material information relating to the Company is made known to us by others within the Company, particularly during the period in which this report is being prepared;
- ii continuously evaluated the effectiveness of the Company's internal controls on a quarterly basis;



.....  
**Barr. (Dr.) Taiwo Afolabi**  
Chairman  
FRC/2015/NBA/00000013106  
Date: 26th January, 2023



.....  
**Mr. Rotimi Omotoso**  
Chief Financial Officer  
FRC/2016/ICAN/00000014593  
Date: 26th January, 2023



.....  
**Mr. Agboarumi Basil**  
Managing Director/CEO  
FRC/2019/IODN/00000019784  
Date: 26th January, 2023

## SKYWAY AVIATION HANDLING COMPANY PLC

### CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER, 2022

	NOTE	Unaudited 3 Months Ended		Unaudited	Audited
		31 Dec., 2022	31 Dec., 2021	Year Ended 31 Dec., 2022	Year Ended 31 Dec., 2021
		₦'000	₦'000	₦'000	₦'000
Revenue	3	2,908,376	2,284,316	11,505,156	8,707,448
Direct cost	4	(1,810,714)	(1,309,532)	(6,808,999)	(4,850,679)
<b>Gross profit</b>		<b>1,097,661</b>	<b>974,784</b>	<b>4,696,156</b>	<b>3,856,770</b>
Other operating income	5	33,990	23,324	87,389	69,075
Administration expenses	6	(971,720)	(853,494)	(3,965,795)	(3,222,661)
<b>Profit from operation</b>		<b>159,932</b>	<b>144,615</b>	<b>817,750</b>	<b>703,185</b>
Finance Income	7	3,682	11,435	19,829	98,116
Finance expense	7	(115,711)	(28,365)	(113,455)	(236,152)
<b>Operating profit before taxation</b>		<b>47,902</b>	<b>127,684</b>	<b>724,124</b>	<b>565,148</b>
Tax expense	27	(67,662)	(38,305)	(361,397)	(283,118)
<b>Profit for the year</b>		<b>(19,759)</b>	<b>89,379</b>	<b>362,727</b>	<b>282,030</b>
<b>Other comprehensive income</b>					
<b>Item that will not be reclassified to profit or loss</b>					
(Reversal)/recognition of actuarial loss on defined benefit obligation	20	-	-	-	-
Recognition of related tax on defined benefit obligation	27	-	-	-	83,366
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>83,366</b>
<b>Total comprehensive income for the year</b>		<b>(19,759)</b>	<b>89,379</b>	<b>362,727</b>	<b>365,395</b>
<b>Earnings per share</b>					
Basic earnings - kobo	25	<b>(1)</b>	<b>7</b>	<b>27</b>	<b>27</b>
Diluted earnings - kobo	25	<b>(1)</b>	<b>7</b>	<b>27</b>	<b>27</b>

The accompanying notes form an integral part of these condensed financial statements.

# SKYWAY AVIATION HANDLING COMPANY PLC

## CONDENSED STATEMENT OF FINANCIAL POSITION AS AT,

		Unaudited	Audited
		31 Dec., 2022	31 Dec., 2021
	NOTE	N'000	N'000
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	9	14,203,260	13,621,684
Investment properties	10	734,531	755,858
Intangible assets	11	4,081,009	4,066,762
Deferred tax assets	28	649,449	649,449
		<u>19,668,250</u>	<u>19,093,753</u>
<b>CURRENT ASSETS</b>			
Inventories	12	604,571	310,763
Trade and other receivables	13	3,504,355	3,368,616
Cash and cash equivalent	14	4,358,944	1,834,458
		<u>8,467,871</u>	<u>5,513,837</u>
<b>TOTAL ASSETS</b>		<u><b>28,136,121</b></u>	<u><b>24,607,590</b></u>
<b>EQUITY</b>			
Share capital	19	676,790	676,790
Share premium	24	4,784,010	4,784,010
Retained earnings	21	4,763,134	4,623,748
Actuarial valuation reserve	23	167,850	167,850
Revaluation reserve	22	9,088,895	9,088,895
		<u>19,480,678</u>	<u>19,341,293</u>
<b>NON-CURRENT LIABILITIES</b>			
Long term borrowings	16	3,555,837	136,700
Deferred income	26	-	29,206
Defined Benefit Obligations	20	1,845,481	1,669,197
		<u>5,401,318</u>	<u>1,835,103</u>
<b>CURRENT LIABILITIES</b>			
Trade payable and other payables	15	2,754,485	2,704,471
Short term borrowings	16	79,166	79,166
Deferred income	26	45,569	83,055
Current income tax liabilities	27	374,907	564,502
		<u>3,254,126</u>	<u>3,431,194</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>28,136,121</b></u>	<u><b>24,607,590</b></u>

The condensed financial statements were approved by the Board of Directors on 26th January, 2023 and signed on its behalf by:



**Barr. (Dr.) Taiwo Afolabi, MON**  
Chairman  
FRC/2015/NBA/00000013106



**Mr. Agboarumi Basil**  
Managing Director/CEO  
FRC/2019/IODN/00000019784



**Mr. Rotimi Omotoso**  
Chief Financial Officer  
FRC/2016/ICAN/00000014593

The accompanying notes form an integral part of these condensed financial statements.

# SKYWAY AVIATION HANDLING COMPANY PLC

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER, 2022

NOTE	SHARE	SHARE	RETAINED	ACTUARIAL	REVALUATION	TOTAL
	CAPITAL	PREMIUM	EARNINGS	VALUATION	RESERVE	EQUITY
	₦'000	₦'000	₦'000	₦'001	₦'000	₦'000
<b>Balance at 1 January 2021</b>	<b>676,790</b>	<b>4,784,010</b>	<b>4,565,059</b>	<b>84,484</b>	<b>9,088,895</b>	<b>19,199,238</b>
<b>Total Comprehensive Income for the year</b>						
Profit for the year	-	-	282,030	-	-	282,030
Other comprehensive income for the year	-	-	-	83,366	-	83,366
<b>Total Comprehensive Income for the year</b>	<b>-</b>	<b>-</b>	<b>282,030</b>	<b>83,366</b>	<b>-</b>	<b>365,395</b>
<b>Transactions with owners recorded directly in equity</b>						
Dividend Paid	-	-	(223,342)	-	-	(223,342)
<b>Balance at 31 December 2021</b>	<b>676,790</b>	<b>4,784,010</b>	<b>4,623,748</b>	<b>167,850</b>	<b>9,088,895</b>	<b>19,341,292</b>
<b>Balance at 1 January 2022</b>	<b>676,790</b>	<b>4,784,010</b>	<b>4,623,748</b>	<b>167,850</b>	<b>9,088,895</b>	<b>19,341,292</b>
<b>Total Comprehensive Income for the year</b>						
Profit for the year	-	-	362,727	-	-	362,727
Other comprehensive income for the year	-	-	-	-	-	-
<b>Total Comprehensive Income for the year</b>	<b>-</b>	<b>-</b>	<b>362,727</b>	<b>-</b>	<b>-</b>	<b>362,727</b>
<b>Transactions with owners recorded directly in equity</b>						
Dividend Paid	-	-	(223,342)	-	-	(223,342)
<b>Balance at 31 December 2022</b>	<b>676,790</b>	<b>4,784,010</b>	<b>4,763,133</b>	<b>167,850</b>	<b>9,088,895</b>	<b>19,480,678</b>

The accompanying notes form an integral part of these condensed financial statements.



# SKYWAY AVIATION HANDLING COMPANY PLC

## CONDENSED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER, 2022

		Unaudited Year Ended 31 Dec., 2022 N'000	Audited Year Ended 31 Dec., 2021 N'000
<b>Cash flows from operating activities:</b>			
Profit for the year		724,124	565,148
<b>Adjustments for net income to net cash provided by operating activities</b>			
Finance Expenses	7	73,133	236,152
Allowance for impairment on Receivables		-	146,673
Provision for Employee benefit	20	314,484	165,910
Investment Property- Depreciation	10	28,342	20,764
Intangible Asset- Amortisation		1,770	1,644
Property Plant & Equipment-Depreciation	9	1,992,882	1,851,000
		<b>3,134,736</b>	<b>2,987,292</b>
<b>Changes in working capital</b>			
(Increase)/decrease in trade and other receivables		(135,739)	(506,873)
(Increase)/decrease in inventories		(293,809)	(133,351)
Increase/(decrease) in trade and other payables		50,010	350,811
(Decrease)/increase in deferred income		(66,693)	331
<b>Cash generated from operations</b>		<b>2,688,506</b>	<b>2,698,210</b>
Tax paid	27	(550,992)	(60,577)
Payment made by the employer on the Employee Benefit	20	(138,199)	(77,655)
Finance expenses paid		(73,133)	(29,947)
<b>Net cash inflow from operating activities</b>		<b>1,926,181</b>	<b>2,530,031</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	9	(2,574,458)	(2,221,190)
Investment Properties	10	(7,015)	(393,001)
Purchase of Intangible asset	11	(16,018)	(2,500)
<b>Net cash outflow used in investing activities</b>		<b>(2,597,491)</b>	<b>(2,616,691)</b>
<b>Financing Activities:</b>			
Dividend		(223,341)	(223,341)
Loan Received		3,500,000	-
Repayment of borrowings	16	(80,863)	(70,955)
<b>Net cash inflow used in financing activities</b>		<b>3,195,796</b>	<b>(294,296)</b>
Net increase/ (decrease) in cash and cash equivalents		2,524,486	(380,956)
Cash and cash equivalents at the beginning		1,834,458	2,215,414
<b>Cash and cash equivalents at the end</b>	<b>14</b>	<b>4,358,944</b>	<b>1,834,458</b>

FREE FLOAT ANALYSIS

Shareholding structure/Free Float Status

Description	31 December 2022		31 December 2021	
	Units	Percentage (in relation to issued Share Capital)	Units	Percentage (in relation to issued Share Capital)
Issued Share Capital	1,353,580,000	100%	1,353,580,000	100%
<b>Details of Substantial Shareholdings (5% and above)</b>				
AFOLABI TAIWO OLAYINKA	378,616,989	27.97	378,616,989	27.97
SIFAX SHIPPING COMPANY LTD	443,331,091	32.75	443,331,091	32.75
AFOLABI FOLASHADE A.	241,816,960	17.86	241,816,960	17.86
<b>Total Substantial Shareholdings</b>	<b>1,063,765,040</b>	<b>78.59</b>	<b>1,063,765,040</b>	<b>78.59</b>
Details of Directors Shareholdings (Direct and indirect), excluding directors' holding substantial interests				
<b>Name(s) of Directors</b>				
AFOLABI TAIWO OLAYINKA	-	-	-	-
CHIKE OGEAH (Direct) - Retired in June 2022	537,600	0.040	537,600	0.040
ANOGWI ANYANWU (Direct)	50,000	0.004	50,000	0.004
OLUROPO SAKA OWOLABI(Direct)	5,322,500	0.393	322,500	0.024
SHEHU USMAN IYAL	-	-	-	-
ARIYO OLUTOYE OLUWOLE - Retired in June 2022	-	-	-	-
FILANI KAYODE OLADIPUPO (Direct)	4,000,000	0.296	4,000,000	0.296
FILANI KAYODE OLADIPUPO (Indirect)	8,000,000	0.591		
BASIL AGBOARUMI U (Direct)	55,000	0.004	55,000	0.004
OLANIYI ALAMU ADIGUN	-	-	-	-
BOMA UKWUNNA	-	-	-	-
AFOLABI BABATUNDE OLANREWAJU	-	-	-	-
LAILA ST. MATHEW DANIEL - Appointed in June 2022	-	-	-	-
BUKOLA BELLO-JAYESIMI - Appointed in June 2022	-	-	-	-
<b>Total Directors' Shareholdings</b>	<b>17,965,100.00</b>	<b>1.33</b>	<b>4,965,100.00</b>	<b>0.367</b>
Share Price as at end of period (₦)	5.00		7.00	
Free Float	271,849,860	20.08	271,849,860	20.08
Free Float in value (₦)		1,359,249,300		1,902,949,020

**Declaration:**

SAHCO plc has a free float of 20.08% as at 31 December 2022 is in compliance with the Exchange' rules on the requirements for all companies listed on the Main Board to maintain a free float of 20% and above.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2022

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### 1 General Information

The principal activities of the Company include provision of services including aircraft/ramp handling, cargo handling, passenger handling, premium lounge, aviation security and baggage reconciliation.

On 3rd of December 2009, SIFAX Shipping Limited and Global Apex Logistic Limited through Skyway Aviation Handling Company Limited acquired 100% interest of the Federal Government in Skypower Aviation Handling Company Limited due to the privatisation of the company.

In 2018, SAHCOL undertook a business combination with Skypower wherein both companies were consolidated with SAHCOL as the surviving entity.

Skyway Aviation Handling Company Limited became a Public Limited Company on 5th October, 2018.

The Corporate Headquarters is located at Skyway Aviation Handling Company Plc. Complex, Cargo Terminal, Murtala Muhammed International Airport, Ikeja, Lagos State, Nigeria.

### 2 Significant accounting policies

The principal accounting policies applied in the preparation of these condensed financial statements are set out below. These policies have been consistently applied to all the years presented unless otherwise stated.

#### 2.1 Statement of Compliance

The condensed financial statements for the year ended 31 December 2022 have been prepared in conformity with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IASB"), and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB (together "IFRS") and requirements of the Companies and Allied Matters Act (CAMA) of Nigeria and the Financial Reporting Council (FRC) Act of Nigeria.

Skyway Aviation Handling Company Limited has consistently applied the same accounting policies and methods of computation in its financial statements as in its 2021 financial statements.

None of the new standards, interpretations and amendments, effective for the first time from 1st January 2022, have had a material effect on the financial statements.

#### 2.2 Basis of preparation

These condensed accounts do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2021 Financial Statements.

The financial statements have been prepared under the historical cost convention except for some financial assets and liabilities measured at fair value and amortised cost; inventory at net realisable value; and the liability for defined benefit obligations is recognised as the present value of the defined benefit obligation and related current service cost.

#### 2.3 Fair Value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability that market participants would take into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of IFRS 16, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in IAS 2 or value in use in IAS 36.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

### 3

#### REVENUE

The Company generates revenue primarily from foreign and domestic handling, cargo handling and equipment rental. Other sources of revenue include rental income from investment properties.

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>Revenue from contract with Customers</b>	11,273,195	8,657,635
<b>Other revenue</b>		
Investment Properties Rental Income	231,960	49,813
<b>Total Revenue</b>	<b>11,505,156</b>	<b>8,707,448</b>

#### 3.1 Disaggregation of revenue from contracts with customers

The revenue from contracts with customers is disaggregated by major service lines and timing of revenue recognition.

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>i. Major Service Lines</b>		
Foreign Handling	2,450,711	1,284,087
Domestic Handling	2,122,352	820,443
Ad-hoc Handling	36,454	10,140
Cargo Handling Income	4,909,265	5,591,518
Cargo Handling -Export	670,908	577,469
VIP Lounge Service Income	15,277	7,232
Hajj Operations	173,835	-
Equipment Rental	833,150	318,900
Haulage/Crew Bus Services	23,421	12,449
DCS/PAX Handling Income	1,150	544
Airport Security Services	36,673	26,738
Christian Pilgrimage Handling	-	8,619
	11,273,195	8,658,139
Discount Allowed	-	(503)
	<b>11,273,195</b>	<b>8,657,636</b>
<b>ii. Timing of revenue recognition</b>		
Service transferred at a point in time	11,273,195	8,657,635
Service transferred over time	231,960	49,813
	<b>11,505,156</b>	<b>8,707,448</b>

#### 3.2 Contract balances

The following provides information about receivables, contract assets and contract liabilities from contracts with customers.

	Year ended 31 Dec., 2022 N'000	Year ended 31 Dec., 2021 N'000
Contract liabilities	45,569	112,261
	<b>45,569</b>	<b>112,261</b>

The contract liabilities primarily relate to the advance consideration received from tenants for rent of the investment properties, for which revenue is recognised upon usage by the tenants.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

### 3.3 Performance obligations and revenue recognition policies

Revenue is measured based on the consideration specified in a contract with a customer. The Company recognises revenue when it transfers control over a good or service to a customer.

### 3.4 Description of Major Sources of income:

**Foreign and Domestic Handling:** This include income from aircraft handling raised for Ramp Services, passenger profiling, security and baggage handling(Loading and offloading).

**Cargo Handling:** These includes income from Cargo documentation services rendered to airlines which include import and export cargo facilitation through Nigeria's biggest network of customers bonded warehouses in Lagos, Kano, Abuja and Port-Harcourt, using Hermes computerisation system which ensures safe storage and easy retrieval of cargos

**Equipment rental and maintenance:** The company leases its equipment to airlines for services that are not covered in the standard Ground Handling Agreement.

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>4</b>		
<b>DIRECT COST</b>		
Cargo Shed/ Warehouse	612,128	238,468
Concession Fees	581,330	452,523
Pax Handling	-	-
Oil and Lubricants	227,183	95,485
VIP Lounge	3,562	2,282
DCS/Check-In Counter Expenses	37,019	45,582
Baggage Logistics Expenses	2,753	501
Equipment Running	809,410	417,469
Equipment Repairs	692,235	441,286
Ground Equipment Spares	-	-
RAMP	200,515	64,381
Hajj Operation	7,044	-
Christian Pilgrimage	987	260
Cargo Warehouse Incentives	7,040	-
Crew Bus Operation expenses	-	3,295
Direct Labour Cost	1,993,757	1,677,150
Other Direct Costs	30,204	5,888
Miscellaneous Cost	51,835	20,827
	<u>5,257,002</u>	<u>3,465,397</u>
Depreciation	<u>1,551,997</u>	<u>1,385,282</u>
	<u><b>6,808,999</b></u>	<u><b>4,850,679</b></u>

Expenses by nature have been disclosed in the statement of comprehensive income as above.

Costs directly relates to income generating activities are labeled as direct cost. Depreciation of assets used directly in generating revenue are classified as part of direct cost.

	Year ended 31 Dec., 2022 N'000	Year ended 31 Dec., 2021 N'000
<b>5</b>		
<b>OTHER INCOME</b>		
Electricity bills, scrap and other miscellaneous income	<u><b>87,389</b></u>	<u><b>69,075</b></u>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER, 2022

	Year ended 31 Dec., 2022	Year ended 31 Dec., 2021
	N'000	N'000
<b>6</b>		
<b>ADMINISTRATION EXPENSES</b>		
Employee benefit expenses ( <b>Note 8</b> )	1,418,416	1,117,283
Depreciation & amortisation	470,998	488,092
Printing and stationery	84,066	57,505
Transport and traveling	166,432	76,812
Vehicle running expenses	72,730	62,250
Telecommunication and courier	39,140	30,667
Staff training and development	99,007	80,381
Advertisement and publications	12,592	21,474
Public relations	51,915	19,955
Sales promotion	5,986	36,246
Subscription	5,819	3,627
Newspaper, periodical and magazine	1,244	992
Rent and electricity	270,204	226,184
Medical expenses	206,007	127,274
Insurance premium	78,128	62,135
Legal expenses	5,352	1,175
Audit fees	-	8,600
Repairs of office equipment	4,801	1,737
Repairs and maintenance of building	174,316	107,416
Entertainment	30,134	17,902
Gifts and donations	71,649	73,255
Hotel and accommodation	19,457	6,233
Repair of furniture and fittings	27,334	18,491
Computer support and accessories	96,982	61,555
Lighting and fitting expenses	16,179	12,287
Premises upkeep and cleaning	63,788	59,439
Special security expenses	28,425	27,858
Office running expenses	15,006	13,700
Board meeting expenses	21,103	11,750
Recruitment expenses	6	-
Staff welfare expenses	11,167	7,300
Professional and business fees	61,908	23,793
Directors expenses	85,617	12,000
Debt Written off	166,582	-
Bank charges	36,349	48,909
Government levies	9,716	3,513
Impairment Allowance on Receivables	-	250,527
Other expenses	37,241	44,342
	<b>3,965,795</b>	<b>3,222,661</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER, 2022

	Year ended 31 Dec., 2022 ₦'000	Year ended 31 Dec., 2021 ₦'000
<b>7</b>		
<b>FINANCE INCOME AND FINANCE COST</b>		
<b>Finance Income</b>		
Interest Income	19,829	15,663
Interest on defined benefit obligation	-	-
	<u>19,829</u>	<u>15,663</u>
Foreign exchange Gain	-	82,453
	<u><b>19,829</b></u>	<u><b>98,116</b></u>
<b>Finance Expense</b>		
Interest on loan	73,133	29,947
Interest on defined benefit obligation	-	206,205
	<u>73,133</u>	<u>236,152</u>
Foreign exchange Loss	40,322	-
	<u><b>113,455</b></u>	<u><b>236,152</b></u>
<b>8</b>		
<b>EMPLOYEE BENEFIT EXPENSES</b>		
Salaries and wages	716,854	614,314
Pension fund contribution	44,215	38,674
Leave allowance	51,251	45,783
Gratuity and terminal benefits	314,563	174,911
Overtime	36,024	22,425
13th month salary	192,384	169,967
Other allowance	15,480	9,055
ITF contribution	24,739	21,884
NSITF Employee Compensation	22,906	20,270
	<u><b>1,418,416</b></u>	<u><b>1,117,283</b></u>
	<b>Year ended</b>	<b>Year ended</b>
	<b>31 Dec., 2022</b>	<b>31 Dec., 2021</b>
<b>8.1</b>	<b>Number</b>	<b>Number</b>
<b>The Average number of employees per department:</b>		
Operations	1,877	1,041
Administrations	51	45
	<u><b>1,928</b></u>	<u><b>1,086</b></u>
<b>8.2</b>		
<b>Employees remuneration Scale</b>		
<b>RANGE</b>		
< 1000000	942	594
1000000-2000000	814	413
2000001-3000000	118	52
3000001-4000000	26	13
4000001-5000000	13	11
5000001-6000000	11	-
6000001-7000000	-	-
7000001-8000000	-	-
8000001-14000000	4	3



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1,928

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1,086

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

9

### PROPERTY, PLANT AND EQUIPMENTS

	Leasehold Land N'000	Building N'000	Motor Vehicle and Trucks N'000	Plant and Machinery N'000	Furniture, Fixture and Fittings N'000	Computer Equipment N'000	Office Equipment N'000	Sundry Tools N'000	Total N'000
<b>Cost:</b>									
At 1 January 2021	40,950	4,841,014	222,793	12,428,344	602,413	94,405	240,102	106,447	18,576,468
Charge for the year	-	22,521	181,500	1,846,376	131,698	21,756	10,226	7,113	2,221,190
<b>At 31 December 2021</b>	<b>40,950</b>	<b>4,863,535</b>	<b>404,293</b>	<b>14,274,720</b>	<b>734,111</b>	<b>116,160</b>	<b>250,328</b>	<b>113,560</b>	<b>20,797,657</b>
Additions	-	186,080	122,383	2,162,357	56,215	29,209	478	17,736	2,574,458
<b>At 31 December, 2022</b>	<b>40,950</b>	<b>5,049,615</b>	<b>526,676</b>	<b>16,437,078</b>	<b>790,326</b>	<b>145,370</b>	<b>250,806</b>	<b>131,296</b>	<b>23,372,116</b>
<b>Accumulated Depreciation:</b>									
At 1 January 2021	30,030	524,218	145,881	3,987,818	415,368	51,754	131,494	38,445	5,325,009
Charge for the year	-	181,498	66,588	1,385,282	140,847	13,338	44,144	19,268	1,850,965
<b>At 31 December 2021</b>	<b>30,030</b>	<b>705,717</b>	<b>212,469</b>	<b>5,373,100</b>	<b>556,215</b>	<b>65,093</b>	<b>175,637</b>	<b>57,713</b>	<b>7,175,974</b>
Charge for the period	-	183,940	87,881	1,551,997	84,657	18,077	42,011	24,319	1,992,882
<b>At 31 December, 2022</b>	<b>30,030</b>	<b>889,657</b>	<b>300,350</b>	<b>6,925,097</b>	<b>640,872</b>	<b>83,170</b>	<b>217,648</b>	<b>82,032</b>	<b>9,168,856</b>
<b>Carrying amount:</b>									
<b>At 31 December, 2022</b>	<b>10,920</b>	<b>4,159,958</b>	<b>226,326</b>	<b>9,511,980</b>	<b>149,454</b>	<b>62,200</b>	<b>33,158</b>	<b>49,264</b>	<b>14,203,260</b>
<b>At 31 December 2021</b>	<b>10,920</b>	<b>4,157,818</b>	<b>191,824</b>	<b>8,901,620</b>	<b>177,896</b>	<b>51,068</b>	<b>74,691</b>	<b>55,847</b>	<b>13,621,684</b>

Property, plant and equipment includes right-of-use assets of N10.9 Million related to leased hold land.

#### 9.1 Revaluation

The Company's Property, Plant & Equipment were revalued on March 29, 2018 by Messrs. Ubosi Eleh & Company (FRC/2014/NIESV/0000003997) an accredited independent valuer who has valuation experience for similar offices using the Market Value Basis of valuation.

Leasehold Land is stated at cost and as such do not fall under any class of the revalued assets by the Independent Valuers.

#### 9.2 Assets pledged as security

Borrowings are secured by a debenture on fixed and floating assets of the company.

	<b>Unaudited Year ended 31 Dec., 2022 N'000</b>	<b>Audited Year ended 31 Dec., 2021 N'000</b>
<b>9.3 Depreciation charged during the period are included in:</b>		
Cost of sales	1,551,997	1,385,282
Administrative expenses	440,885	465,718
	<u><b>1,992,882</b></u>	<u><b>1,851,000</b></u>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

### 10

#### INVESTMENT PROPERTIES

<b>Cost</b>	<b>Building ₦'000</b>
At 1 January 2021	451,172
Additions	393,001
<b>At 31 December 2021</b>	<b>844,173</b>
Additions	7,015
<b>At 31 December, 2022</b>	<b>851,188</b>
<b>Accumulated Depreciation</b>	
At 1 January 2021	67,551
Charge for the year	20,764
<b>At 31 December 2021</b>	<b>88,316</b>
Charge for the year	28,342
<b>At 31 December, 2022</b>	<b>116,658</b>
<b>Carrying amount</b>	
<b>At 31 December, 2022</b>	<b>734,531</b>
<b>At 31 December 2021</b>	<b>755,858</b>

The Investment properties are depreciated using the straight-line method. The rate of depreciation used is 3.5% based on the useful lives of the lease on the landed property.

#### a) Description of the Investment Properties

Investment properties include Skyway Aviation Handling Company Plc. corporate office and Skyway Aviation Handling Company Plc. Office Complex located at Murtala Mohammed Airport Lagos, Nigeria which were made available for rental during the period.

	<b>31 Dec., 2022 ₦'000</b>	<b>31 Dec., 2021 ₦'000</b>
<b>b) Net amounts recognised in profit or loss for investment properties are as follows:</b>		
Rental income	231,960	34,027
Direct operating expenses	(122,021)	(45,112)
Depreciation	(28,342)	(15,829)
	<b>81,597</b>	<b>(26,914)</b>

Depreciation has been included in Administrative expenses in the Statement of Profit or Loss and Other Comprehensive Income.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

### c) Non-current assets pledged as security

Refer to note 9.2 for information on non-current assets pledged as security by the company.

### d) Contractual obligations

The Company's lease agreement with FAAN on the Investment Property Lands places a restriction on the realization of the investment properties. The company has no contractual obligations to purchase the Land but can construct or develop investment properties or for repairs, maintenance and enhancements.

### e) Leasing arrangements

Some of the investment properties are leased to tenants under long-term operating leases with rentals payable annually. Minimum lease payments under non-cancellable operating leases of investment properties recognised in the financial statements as payables are as follows:

	Unaudited Year Ended 31 Dec., 2022 ₦'000	Audited Year Ended 31 Dec., 2021 ₦'000
Within one year	45,569	83,055
Later than one year but not later than 5 years	-	29,206
	<b>45,569</b>	<b>112,262</b>

## 11

### INTANGIBLE ASSETS

	Website ₦'000	Software ₦'000	Goodwill ₦'000	Total ₦'000
<b>Cost</b>				
At 1 January 2021	1,050	7,802	4,057,388	4,066,240
Additions	-	2,500	-	2,500
<b>At 31 December 2021</b>	<b>1,050</b>	<b>10,302</b>	<b>4,057,388</b>	<b>4,068,740</b>
Addition	-	16,018	-	16,018
<b>At 31 December, 2022</b>	<b>1,050</b>	<b>26,320</b>	<b>4,057,388</b>	<b>4,068,740</b>
<b>Amortisation</b>				
At 1 January 2021	298	37	-	334
Amortisation	-	1,644	-	1,644
<b>At 31 December 2021</b>	<b>298</b>	<b>1,681</b>	<b>-</b>	<b>1,978</b>
Amortisation	210	1,560	-	1,770
<b>At 31 December, 2022</b>	<b>508</b>	<b>3,241</b>	<b>-</b>	<b>3,749</b>
<b>Carrying amount</b>				
<b>At 31 December, 2022</b>	<b>543</b>	<b>23,078</b>	<b>4,057,388</b>	<b>4,081,009</b>
<b>At 31 December 2021</b>	<b>753</b>	<b>8,621</b>	<b>4,057,388</b>	<b>4,066,762</b>

a

### Impairment test

There was no impairment loss on Goodwill during the year.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>12</b>		
<b>INVENTORIES</b>		
Spares	584,277	300,172
Oil and lubricants	20,295	10,589
	<b>604,571</b>	<b>310,763</b>

None of the company's inventories were pledged as collateral for borrowings.

The company's inventories were also not written down during the period (2021 : Nil).

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>13</b>		
<b>TRADE AND OTHER RECEIVABLES</b>		
Trade Receivables	2,496,322	2,653,390
Less: Allowance for Impairment (Note 13(a)(i))	(928,726)	(1,294,688)
	1,567,596	1,358,702
Due from related parties (Note 18.2)	628,278	609,303
Advance to Suppliers (Note 13(b))	1,015,507	1,142,135
Other Receivables (Note 13(c))	137,091	141,483
Staff Loan (Note 13(d))	103,199	66,251
Prepayments (Note 13(e))	52,685	50,742
	<b>3,504,355</b>	<b>3,368,616</b>

The company determines its recoverability of trade receivable after considering any changes in the credit quality of the trade receivables from the date credit is granted up to the end of the reporting period.

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>a) Allowance for impairment</b>		
Balance at the beginning of the year	1,450,688	1,304,015
Write off Debts	(365,962)	-
Allowance for Impairment for the year	-	146,673
Balance at end of the year	<b>1,084,727</b>	<b>1,450,688</b>

### **i.) Allowance for impairment is further analysed below**

Trade Receivables	928,726	1,294,688
Advance to Suppliers	105,000	105,000
Other Receivables	51,000	51,000
	<b>1,084,726</b>	<b>1,450,689</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER, 2022

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>b) Advance to Suppliers</b>		
Cash with Suppliers	1,120,507	1,247,135
Allowance for impairment of advance to suppliers (Note 13(a)(i))	(105,000)	(105,000)
	<b>1,015,507</b>	<b>1,142,135</b>
<b>c) Other Receivables</b>		
Staff Advance for Expenses	35,485	57,585
Withholding Tax Receivables	101,606	83,898
Loan to ABX World	51,000	51,000
Allowance for impairment of loan to ABX World (Note 17(a)(i))	(51,000)	(51,000)
	<b>137,091</b>	<b>141,483</b>

### d) Staff Loan

Staff Loan are non-interest bearing. They are repayable within 12month.

### e) Prepayments

Prepayments relate to rent prepaid on its offices complex all over the country and insurance prepaid on its Property, Plants and Equipment.

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>14</b>		
<b>CASH AND CASH EQUIVALENTS</b>		
Cash	5,430	6,204
Bank	3,984,922	1,379,458
Short term deposits	368,593	448,795
	<b>4,358,944</b>	<b>1,834,457</b>

Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the Company, and earn interest at the respective short-term deposit rates.

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
Cash	5,430	6,204
Bank	3,984,922	1,379,458
Short term deposits	368,593	448,795
	4,358,944	1,834,458
Bank Overdrafts	-	-
	<b>4,358,944</b>	<b>1,834,458</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>15</b>		
<b>TRADE AND OTHER PAYABLES</b>		
Trade Payables	930,548	841,367
Customers Deposits	-	429,653
Provision for concession fee	684,434	546,081
Other Payables	261,812	15,803
Accruals (Note 15.2)	102,719	321,617
Statutory obligations payables – tax and social security payments (Note 15.3)	774,972	549,950
	<b>2,754,485</b>	<b>2,704,471</b>
<b>15.1</b>		
Terms and conditions of the above financial liabilities:		
• Trade payables are non-interest bearing and are normally settled within 12months.		
• Other payables are non-interest bearing and have an average term of 6months.		
	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>15.2</b>		
<b>Accruals</b>		
Stamp Duties	14,520	14,964
Others	88,199	306,654
	<b>102,719</b>	<b>321,617</b>
<b>15.3</b>		
<b>Statutory obligation payables – tax and social security payments</b>		
Withholding tax payables	13,681	9,282
Value added tax payable	391,077	234,965
ITF contribution	8,906	2,054
NSITF contribution payable	25,367	23,142
Pension	170,317	151,095
PAYE	15,251	13,880
Cooperative and thrift	149,561	113,898
Union dues	811	793
National Housing Fund	1	1
Payroll Clearance	-	839
	<b>774,972</b>	<b>549,950</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER, 2022

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
<b>16</b>		
<b>BORROWINGS</b>		
Bank of Industry	3,500,000	-
United Bank for Africa Plc.	135,003	215,866
	<b>3,635,003</b>	<b>215,866</b>
<b>Classification of borrowings:</b>		
Current	79,166	79,166
Non Current	3,555,837	136,700
	<b>3,635,003</b>	<b>215,866</b>

### i. United Bank for Africa Plc.-Term Loan

This is a facility of ₦319,041,494.72(€768,608) which was sourced to purchase a ground handling equipment. The facility is for a tenor of 4 years effective 2020. The interest rate is floating at 14% p.a below the lender's prime lending rate currently 25% per annum giving an initial gross interest rate of 11% per annum. The facility is secured against fixed and floating assets of the company and personal guarantee of the Chairman.

### ii. Bank of Industry

N3.5Billion was obtained from Bank of Industry for a period of 72 months effective 2022 (inclusive of 12 Months Moratorium). The applicable Interest rate on facility is 9%.

## 17

### Reconciliation of movements of Liabilities to cash flows arising from Financing Activities

	Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
Opening Balance	215,866	286,821
<b>Changes from Financing Cash flows</b>		
Additional Borrowing	3,500,000	-
Repayment of Borrowings	(80,863)	(70,955)
<b>Other Changes</b>		
Interest Expense	73,133	29,947
Interest Paid	(73,133)	(29,947)
	<b>3,635,003</b>	<b>215,866</b>
<b>Closing amount as at ending</b>	<b>3,635,003</b>	<b>215,866</b>

## 18

### RELATED PARTY

The company entered into various transaction with related parties in the ordinary course of business.

Details of the transactions between the Company and other related parties are disclosed below:

#### 18.1 Identity of Related Party

Port and Cargo Handling Services Company Limited

Sifax Shipping Company Limited

#### Port and Cargo Handling Services Company Limited

Ports and Cargo Handling Services is the port operations arm of SIFAX Group. The company entered into various transactions with the related party, ranging from support services to expenses incurred by the related company. The outstanding amount is from the various transactions entered with the related party.



# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

### Sifax Shipping Company Limited

SIFAX Shipping Company Limited was founded to provide a variety of complementary, quality shipping services. The company's bouquet of services includes Ship Agency, Ship Husbandry, Protective Agency/ Owners Representation, Crew Change and Group age. The amount outstanding represent cost and expenses incurred by the company on behalf of Skyway Aviation Handling Company Plc.

### 18.2 Outstanding Balances

#### Due from related entities

Sifax Shipping Company Limited

Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
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628,278	609,303
<b>628,278</b>	<b>609,303</b>

### 19

#### SHARE CAPITAL

##### Authorised:

Ordinary shares of 50k each

(2021: Ordinary shares of 50k each)

Unaudited Year ended 31 Dec., 2022 Unit	Audited Year ended 31 Dec., 2021 Unit
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<b>1,500,000,000</b>	<b>1,500,000,000</b>
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##### Issued and fully paid

Ordinary shares of 50k each

(2021: Ordinary shares of 50k each)

<b>1,353,580,000</b>	<b>1,353,580,000</b>
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Unaudited Year ended 31 Dec., 2022 N'000	Audited Year ended 31 Dec., 2021 N'000
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##### Authorised:

Balance at the beginning of the year

750,000	750,000
---------	---------

Issued during the year

-	-
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Balance at the end of the year

<b>750,000</b>	<b>750,000</b>
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##### Issued and fully paid

Balance at the beginning of the year

676,790	676,790
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Issued during the year

-	-
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Balance at the end of the year

<b>676,790</b>	<b>676,790</b>
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All ordinary shares rank equally with regard to the Company's residual assets

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

### 20 Employee Benefits Obligation

#### a) Defined Contribution Plan

The company operates a defined contribution pension scheme in line with the provisions of the Pension Reform Act, 2004, with contributions based on the employees' emoluments in the ratio 8% by the employee and 12% by the employer.

	<b>Unaudited</b> <b>Year ended</b> <b>31 Dec., 2022</b> <b>N'000</b>	<b>Audited</b> <b>Year ended</b> <b>31 Dec., 2021</b> <b>N'000</b>
Balance at beginning	151,095	129,557
Charge to profit or loss	272,893	123,678
Payments during the year	<u>(253,671)</u>	<u>(102,140)</u>
Balance at the end	<u><u>170,317</u></u>	<u><u>151,095</u></u>

The company's contributions to this scheme is charged to the profit or loss account in the period to which they relate. Contributions to the scheme are managed by Stanbic IBTC pension manager, and other appointed pension managers on behalf of the beneficiary staff in line with the provisions of the Pension Reform Act.

Consequently, the company has no legal or constructive obligations to pay further contributions if the funds do not hold sufficient assets to meet the related obligations to employees.

#### b) Defined Benefit Plan

The Company also has a retirement benefits policy for all its full-time employees who have served the company for a minimum of 1 year. The company has a post-retirement programme for any employee who has attained the terminal age limit of 60years and 35 years in service whichever is earlier.

The amount included in the statement of financial position as a result of the entity's obligation in respect of its defined benefit plans is as follows:

	<b>Unaudited</b> <b>Year ended</b> <b>31 Dec., 2022</b> <b>N'000</b>	<b>Audited</b> <b>Year ended</b> <b>31 Dec., 2021</b> <b>N'000</b>
Present value of the defined benefit plan	1,845,481	1,669,197
Fair value of plan assets	-	-
<b>Funded Status</b>	<u><u>1,845,481</u></u>	<u><u>1,669,197</u></u>

Reconciliation of change in the present value of the defined benefit plan are as follows:

	<b>Unaudited</b> <b>Year ended</b> <b>31 Dec., 2022</b> <b>N'000</b>	<b>Audited</b> <b>Year ended</b> <b>31 Dec., 2021</b> <b>N'000</b>
Statement of Financial Position - Opening	1,669,197	1,374,699
Net Periodic Benefit Cost recognised in the Profit or loss	314,484	297,627
Benefit paid by employer during the year	(138,199)	(77,655)
Amount recognised in Other Comprehensive income	-	74,526
	<u><u>1,845,481</u></u>	<u><u>1,669,197</u></u>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

	Unaudited Year ended 31 Dec., 2022 ₦'000	Audited Year ended 31 Dec., 2021 ₦'000
<b>21</b>		
<b>RETAINED EARNINGS</b>		
As at beginning of the year	4,623,748	4,565,060
Profit for the year	362,727	282,030
Dividend	(223,342)	(223,342)
As at the end of the year	<u>4,763,134</u>	<u>4,623,748</u>

<b>22</b>		
<b>REVALUATION RESERVE</b>		
As at beginning of the year	9,088,895	9,088,895
Other Comprehensive Income	-	-
As at the end of the year	<u>9,088,895</u>	<u>9,088,895</u>

The revaluation reserve relates to the revaluation of Property, Plant & Equipment (Refer to Note 9.1).

	Unaudited Year ended 31 Dec., 2022 ₦'000	Audited Year ended 31 Dec., 2021 ₦'000
<b>23</b>		
<b>ACTUARIAL VALUATION RESERVE</b>		
As at beginning of the year	167,850	84,484
Other Comprehensive Income	-	83,366
As at the end of the year	<u>167,850</u>	<u>167,850</u>

<b>24</b>		
<b>SHARE PREMIUM</b>		
As at beginning of the year	4,784,010	4,784,010
Issued during the year	-	-
As at the end of the year	<u>4,784,010</u>	<u>4,784,010</u>

**25**  
**EARNINGS PER SHARE**  
Basic earnings per share amounts are calculated by dividing net profit for the period attributable to ordinary equity holders by the weighted average number of ordinary shares outstanding during the period.

	Unaudited Year ended 31 Dec., 2022 ₦'000	Audited Year ended 31 Dec., 2021 ₦'000
Net profit attributable to ordinary equity holders	<u>362,727</u>	<u>282,030</u>
	Number	Number
Weighted average number of ordinary shares	<u>1,353,580,000</u>	<u>1,353,580,000</u>
<b>Basic earning per Ordinary Shares (Kobo)</b>	<u>27</u>	<u>21</u>
<b>Diluted earnings per ordinary shares (Kobo)</b>	<u>27</u>	<u>21</u>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

	Unaudited Year ended 31 Dec., 2022 ₦'000	Audited Year ended 31 Dec., 2021 ₦'000
<b>26</b>		
<b>DEFERRED INCOME</b>		
Rental Income	<u>45,569</u>	<u>112,261</u>
Amount received during the year are categorized as follows:		
Current portion	45,569	83,055
Non-Current portion	-	29,206
	<u>45,569</u>	<u>112,261</u>
<b>27</b>		
<b>INCOME TAX LIABILITY</b>		
The major components of income tax expense for the year are:		
<b>As per profit or loss:</b>		
<b>Current income tax charge:</b>		
Income tax	289,118	260,170
Education tax	72,279	65,043
Police Levy	-	28
<b>Total Current Tax</b>	<u>361,397</u>	<u>325,241</u>
<b>Deferred tax:</b>		
Origination and reversal of temporary differences (Note 33)	-	(42,123)
<b>Total Deferred Tax</b>	<u>-</u>	<u>(42,123)</u>
<b>Income Tax Expense</b>	<u>361,397</u>	<u>283,118</u>
<b>As per other comprehensive Income:</b>		
Origination and reversal of temporary differences	-	<u>(83,366)</u>
<b>As Per Statement of Financial Position:</b>		
As at beginning of the year	564,502	299,838
Current income tax charge for the year	361,397	325,241
	925,899	625,078
<b>Less: Payment during the year</b>		
Withholding Tax Credit Notes	(200,987)	-
Cash	(350,005)	(60,577)
As at the end of the year	<u>374,907</u>	<u>564,502</u>
<b>28</b>		
<b>DEFERRED TAX LIABILITIES/(ASSETS)</b>		
<b>As Per Statement of Financial Position:</b>		
<b>Summarized Reconciliation of Total deferred tax assets (Net):</b>		
As at beginning of the year	649,449	523,961
Relating to origination and reversal of temporary differences	-	125,488
As at the end of the year	<u>649,449</u>	<u>649,449</u>

Deferred tax assets and liabilities relates to the unutilised capital allowances, Employee benefit and receivables/intangible assets to the extent that the realisation of the related tax benefits through future taxable profits is probable. All deferred tax assets/liabilities are deemed to be recoverable after 12months.

Deferred tax on revaluation surplus is based on capital gains tax of 10%.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER, 2022

---

29

### SECURITIES TRADING POLICY

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) Skyway Aviation Handling Company Plc maintains a 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 undergoes periodic reviews by the Board and is updated accordingly. The Company has made specific inquiries of all its directors and other insiders and is not aware of any infringement of the policy during the period.