



Chams Holding Company Plc
Consolidated and Separate Financial Statements
For the Twelve Month Ended 31st December 2022

Chams Holding Company Plc
Consolidated and Separate Financial Statements for the Twelve Month ended 31st December, 2022

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Chams Holding Company Plc & Its Subsidiaries
Consolidated and Separate Statement of Profit or Loss and other Comprehensive Income
for the period ended 31st December, 2022

	Notes	GROUP					COMPANY				
		Unaudited 2022	Unaudited 2022	Unaudited 2021	Unaudited 2021	Audited 2021	Unaudited 2022	Unaudited 2022	Unaudited 2021	Unaudited 2021	Audited 2021
		Oct - Dec N' 000	Jan.- Dec N' 000	Oct. - Dec N' 000	Jan. - Dec N' 000	N' 000	Oct - Dec N' 000	Jan.- Dec N' 000	Oct. - Dec N' 000	Jan. - Dec N' 000	N' 000
Revenue	1	1,383,654	4,542,810	808,476	3,247,789	3,324,752	293	52,043	34,372	317,119	283,395
Cost of Sales	2	(1,007,027)	(3,520,038)	(656,726)	(2,518,015)	(2,579,071)	(18,169)	(74,549)	(17,001)	(219,263)	(219,263)
Gross Profit		376,626	1,022,772	151,750	729,774	745,682	(17,877)	(22,507)	17,371	97,856	64,132
Other operating Income	3	10,130	144,585	283,412	513,820	373,371	43,229	181,088	239,658	296,148	131,844
Administrative Expenses	4	(413,588)	(1,361,356)	(276,248)	(1,016,464)	(1,516,800)	(61,359)	(326,505)	(94,424)	(398,372)	(207,144)
Operating Profit/(Loss)		(26,832)	(193,999)	158,914	227,130	(397,747)	(36,007)	(167,924)	162,605	(4,368)	(11,167)
Finance expense	5	(40,506)	(174,811)	(36,639)	(151,023)	(171,696)	(19,195)	(91,396)	(30,097)	(101,082)	(101,082)
Finance Income		2,108	34,225	4,969	13,172	76,416	1,228	9,716	4,969	13,172	14,316
Profit/(Loss) before Taxation		(65,229)	(334,586)	127,244	89,279	(493,027)	(53,973)	(249,605)	137,477	(92,278)	(97,933)
Taxation credit/ (expense)						133,110					133,150
Profit/(Loss) after Taxation		(65,229)	(334,586)	127,244	89,279	(359,916)	(53,973)	(249,605)	137,477	(92,278)	35,218
Loss/ profit attributable to :											
Owners of the parent		(54,365)	(278,860)	110,474	77,512	(299,972)	(53,973)	(249,605)	137,477	(92,278)	35,218
Non- Controlling Interest		(10,864)	(55,725)	16,771	11,767	(59,944)					
		(65,229)	(334,586)	127,245	89,279	(359,916)	(53,973)	(249,605)	137,477	(92,278)	35,218
Basic (Loss) / earnings per share (kobo)		(1.16)k	(5.94)k	2.4k	2k	(6.39)k	(1.15)k	(5.32)k	3k	(2)k	0.75K
Diluted (Loss)/ earnings per share (Kobo)		(1.16)k	(5.94)k	2.4k	2k	(6.39)k	(1.15)k	(5.32)k	3k	(2)k	0.75k
Other Comprehensive Income/ Loss											
Revaluation surplus on property, plant and equipment						3,672,611					504,299
Loss on investment securities at fair value through other comprehensive income						(7,173)					(7,173)
Other Comprehensive Income/ Loss		-	-	-	-	3,665,437	-	-	-	-	497,125
Total Comprehensive Income		(65,229)	(334,586)	127,244	89,279	3,305,521	(53,973)	(249,605)	137,477	(92,278)	532,343
Profit/Loss for the period attributable to :											
Owners of the company		-	-	-	-	2,398,112	(53,973)	(249,605)	137,477	(92,278)	532,343
Non controlling interest		-	-	-	-	1,267,325					
		-	-	-	-	3,665,437	(53,973)	(249,605)	137,477	(92,278)	532,343
Total comprehensive income attributable to:											
Owners of Parent		(41,404)	(212,374)	110,474	77,512	2,098,141	(53,973)	(249,605)	137,477	(92,278)	532,343
Non controlling interest		(23,826)	(122,211)	16,771	11,767	1,207,381					
		(65,229)	(334,586)	127,245	89,279	3,305,522	(53,973)	(249,605)	137,477	(92,278)	532,343

Chams Holding Company Plc & Its Subsidiaries
Unaudited Consolidated and Separate Statement of Financial Position
for the period ended December 31 , 2022

	NOTES	GROUP			COMPANY		
		Chams Group Unaudited DEC 2022 N'000	Chams Group Unaudited DEC 2021 N'000	Chams Group Audited 2021 N'000	Chams Plc Unaudited DEC 2022 N'000	Chams Plc Unaudited DEC 2021 N'000	Chams Plc Audited 2021 N'000
Assets							
Non-current assets							
Right of Use of Asset				21,900			
Property, plant and equipment	6	2,273,390	2,375,121	2,261,538	1,721,339	1,792,262	1,768,373
Investment Project		17,835	538,160	460	460	538,160	460
Intangible Asset	7	4,159,306	4,094,317	5,235,776			
Investment in Subsidiaries		-		-	3,548,164	2,375,521	3,548,164
Investment in associates		75,000		74,898	75,000		74,898
Investment in Joint Ventures		-	100,000	17,375		100,000	
Investment securities at fair value through other Comprehensive Income		92,827		92,827	92,827		92,827
		6,618,358	7,107,598	7,704,775	5,437,790	4,805,943	5,484,722
CURRENT ASSETS							
Inventory & Work In Progress	8	903,021	131,128	233,145		282	
Trade and other receivable	9	1,920,601	3,886,471	966,716	983,209	819,306	724,242
Short term investment		17,578					
Cash and Cash Equivalent	10	1,360,754	1,709,915	2,920,711	2,665	43,186	44,363
		4,201,953	5,727,514	4,120,572	985,874	862,774	768,605
Total Assets		10,820,311	12,835,112	11,825,346	6,423,664	5,668,717	6,253,327
Liabilities							
Non -current liabilities							
Lease liabilities		-		10,680			
Long Term Loan	11	1,241,663	1,223,242	1,196,547	984,722	962,706	962,706
Deferred Tax/ Income					-		-
		1,241,663	1,223,242	1,207,227	984,722	962,706	962,706
Current liabilities							
Trade and other Payable	12	4,101,431	9,124,411	5,683,864	1,699,579	952,842	1,331,536
Loan & Borrowing				28,121			
Deposit for Shares	13	366,283	304,933				
Deferred Income		556,606	2,817	61,789			
Taxation		154,279	157,018	109,709	106,580	65,158	76,696
		5,178,598	9,589,179	5,883,484	1,806,159	1,018,000	1,408,232
Total liabilities		6,420,261	10,812,421	7,090,711	2,790,880	1,980,706	2,370,938
NET ASSETS		4,400,050	2,022,691	4,734,636	3,632,784	3,688,011	3,882,389

Chams Holding Company Plc & Its Subsidiaries
Unaudited Consolidated and Separate Financial Statements for the period ended December 31, 2022

Statement of Financial Position (Continued)
As at December 31, 2022

		Chams Group Unaudited DEC 2022 N'000	Chams Group Unaudited DEC 2021 N'000	Chams Group Audited Jul-05 N'000	Chams Plc Unaudited DEC 2022 N'000	Chams Plc Unaudited DEC 2021 N'000	Chams Plc Audited 2021 N'000
Issued capital and reserves attributable to owners of the parent							
Share Capital		2,348,030	2,348,030	2,348,030	2,348,030	2,348,030	2,348,030
Share Premium		35,009	35,009	35,008	35,008	35,008	35,008
Revaluation Reserve		3,887,450	1,986,463	3,887,450	1,463,364	1,463,364	1,463,364
Capital Reserve		145,522	145,522	145,522			-
Retained Earnings	14ii	(3,166,407)	(2,510,063)	(2,887,547)	(206,445)	(158,391)	43,160
Fairvalue Reserve		(7,173)		(7,173)	(7,173)		(7,173)
Equity Attributable to Owners of the Parent		3,242,431	2,004,961	3,521,290	3,632,784	3,688,011	3,882,389
Non-Controlling Interest		1,157,619	17,730	1,213,344			
TOTAL EQUITY		4,400,050	2,022,691	4,734,634	3,632,784	3,688,011	3,882,389

The Financial statements on Pages 2 to 5 were approved for issue by the Board of Directors on January 30 2023, 2022 and signed on its behalf by :



Mayowa Olaniyan
 Group Managing Director
 FRC/2013/ICAN/00000004330



Ifeoma N. Obasanya
 Head, Finance & Account
 FRC/2022/PRO/NIM/002/191239

Chams Holding Company Plc and its Subsidiaries
Unaudited Consolidated and Separate Statement of Equity
For the period ended December 31, 2022

Group	Issued Share capital	Share Premium	Revaluation Reserve	Retained Earnings	Capital Reserve	Fairvalue Reserve	Non-controlling Interest	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1st January 2021	2,348,030	35,009	1,482,164	(2,587,574)	145,522		5,963	1,429,114
Profit /(Loss) for the Period	-			(299,972)			(59,944)	(359,916)
Other Comprehensive Income	-	-		-				-
Fairvalue loss in the year						(7,173)		(7,173)
Revaluation gain on intangible asset			2,405,286				1,267,325	3,672,611
Total Comprehensive Profit	-	-	2,405,286	(299,972)	-	(7,173)	1,207,381	3,305,522
Transactions with owners recorded directly in equity:	-	-		-				-
Balance Adjustment on Beginning Balance Equity	-	-		-				-
Dividend				-				-
Balance as at 31 December 2021	2,348,030	35,009	3,887,450	(2,887,547)	145,522	(7,173)	1,213,344	4,734,635

Group	Issued Share capital	Share Premium	Revaluation Reserve	Retained Earnings	Capital Reserve	Fairvalue Reserve	Non-controlling Interest	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1st January 2022	2,348,030	35,009	3,887,450	(2,887,547)	145,522	(7,173)	1,213,344	4,734,635
Profit /(Loss) for the Period	-			(278,860)			(55,725)	(334,585)
Other Comprehensive Income	-	-						-
Fairvalue loss in the year								-
Revaluation gain on intangible asset								-
Total Comprehensive income	-	-	-	(278,860)	-	-	(55,725)	(334,585)
Transactions with owners recorded directly in equity:	-	-		-				-
Balance Adjustment on Beginning Balance Equity	-	-	-	-	-	-	-	-
Balance as at December 31, 2022	2,348,030	35,009	3,887,450	(3,166,407)	145,522	(7,173)	1,157,619	4,400,050

Chams Holding Company Plc and its Subsidiaries
Unaudited Consolidated and Separate Statement of Equity
For the period ended December 31, 2022

Company	Issued Share capital	Share Premium	Revaluation Reserve	Retained Earnings	Fairvalue Reserve	Total
	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1st January 2021	2,348,030	35,008	959,065	7,942		3,350,046
Profit /(Loss) for the Period	-			35,217		35,217
Other Comprehensive Income	-	-		-		-
Fairvalue loss in the year					(7,173)	(7,173)
Revaluation gain on intangible asset			504,299			504,299
Total Comprehensive Profit	-	-	504,299	35,217	(7,173)	532,343
Transactions with owners recorded directly in equity:	-	-		-		-
Balance Adjustment on Beginning Balance Equity	-	-		-		-
Dividend				-		-
Balance as at 31 December 2021	2,348,030	35,008	1,463,364	43,160	(7,173)	3,882,388

Company	Issued Share capital	Share Premium	Revaluation Reserve	Retained Earnings	Fairvalue Reserve	Total
	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1st January 2022	2,348,030	35,008	1,463,364	43,160	(7,173)	3,882,390
Profit /(Loss) for the Period	-			(249,605)		(249,605)
Other Comprehensive Income	-	-				-
Fairvalue loss in the year						-
Revaluation gain on intangible asset						-
Total Comprehensive income	-	-	-	(249,605)	-	(249,605)
Transactions with owners recorded directly in equity:	-	-				-
Balance Adjustment on Beginning Balance Equity	-	-	-	-	-	-
						-
Balance as at December 31, 2022	2,348,030	35,008	1,463,364	(206,445)	(7,173)	3,632,784

Chams Holding Company Plc & Its Subsidiaries
Statement of Cash Flows
for the period ended 31st December, 2022

	Group			Company		
	2022 Unaudited N'000	2021 Unaudited N'000	2021 Audited N'000	2022 Unaudited N'000	2021 Unaudited N'000	2021 Audited N'000
Cash flows from operating activities						
(Loss)/profit after tax	(334,586)	86,259	(359,916)	(249,605)	(92,279)	35,217
Adjustment for:						
Depreciation of property, plant and equipment	82,874	71,397	116,653	56,140	57,084	56,810
Depreciation of right-of-use-assets			9,900			
Amortisation of intangible assets	1,332	38,902	1,332	1,132		1,132
Impairment charge/(write back) on financial a		(26,578)	169,573		(26,578)	(224,580)
Write off trade and other receivables			(1,779,099)			(1,300,242)
Impairment charge on property, plant and equ			86,324			20,230
Other adjustment to the property, plant and eq		(74,053)	(4,744)	(23,556)	(74,053)	
Profit on disposal of property,	(11,806)	(10,240)	(10,240)	(2,809)	(9,583)	(9,583)
Dividend income						0
Interest			(76,416)			(14,316)
Finance cost/ Income	140,586	127,266	171,696	81,680	87,910	101,082
Deferred tax liabilities			(590)			(7)
Tax expense		(580)	(133,110)			(133,150)
	(121,600)	212,373	(1,808,637)	(137,018)	(57,499)	(1,467,408)
Changes in operating assets and liabilities						
Inventories	(771,893)	68,561	(33,456)		(282)	0
Trade and other receivables	(1,953,885)	(2,067,811)	2,461,580	(258,685)	2,776	1,468,888
Deferred income	(494,817)	4,998,694	(57,553)			
Trade and other payables	1,582,433		773,393	416,198	(12,675)	418,849
Tax paid	(2,739)	(13,203)	(44,071)	107	(38,490)	(11,110)
Withholding tax credit notes			(24,063)			
Net Cashflow from operating activities	(1,762,500)	3,198,614	1,267,193	20,602	(106,170)	409,219
Cash flows from investing activities						
Purchase of right-of-use assets			(31,800)			
Proceeds from sale of property, plant and equipment	11,806	10,240	17,287	(9,876)	9,583	9,618
Purchase of property, plant and equipment	202,870	14,033	(32,666)	(3,500)	5,332	(2,497)
Acquisition of intangible assets	15,248	(3,277,171)	(854,564)			
Additions to investment in subsidiaries						(537,569)
Additions to investment project		71,197			71,197	
Additions to investment in associates			(74,898)			(74,898)
Investment in Joint Ventures			(17,375)			
Interest income	(1,022)		76,416	(466)		14,316
Net cash used in investing activities	228,902	(3,181,701)	(917,600)	(13,843)	86,112	(591,030)
Cash flows from financing activities						
Proceeds from loans and borrowings	28,137	962,706	119,848	9,716	962,706	
Repayment of loans and borrowings	(56,555)	(401,241)	(209,769)	(27,778)	(277,740)	(114,820)
Proceeds from shares issued during the year		1,991,326				
Directors current account		(6,000)				
Asset revaluation		(1,315,532)			563	
Interest on loan accrued	109,056	37,326		34,768		
Contribution from non-controlling interest			1,207,381			
Lease liabilities			10,680			
Interest paid	(80,586)	(49,073)	(171,696)	(65,159)	(87,910)	(101,082)
Net cash from/(used in) financing activities	51	1,219,512	956,444	(48,452)	597,619	(215,902)
Cash equivalents	(1,533,547)	1,236,425	1,306,037	(41,693)	577,561	(397,712)
Cash and cash equivalents at 1st January, 2022	2,894,301	473,490	1,588,264	44,358	(534,375)	442,070
Cash and cash equivalents at June 30, 2022	1,360,754	1,709,915	2,894,301	2,665	43,186	44,358

Chams Holding Company Plc and its Subsidiaries
NOTES TO UNAUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
for the period ended December 31, 2022

	N '000
1 Revenue	
Verification. Data Management	52,043
Printer Solutions and Access	2,630,121
Card personalisation & Printing	169,031
Payment Systems Solutions	1,247,653
Agency banking, mobile money operation	443,962
	<u>4,542,810</u>
2 COST OF SALES	
Verification. Data Management	74,549
Printer Solutions and Access	1,917,433
Card personalisation & Printing	56,034
Payment Systems Solutions	1,205,209
Agency banking, mobile money operation	266,814
	<u>3,520,038</u>
3 OTHER INCOME	
Verification. Data Management	37,895
Printer Solutions and Access	32
Card personalisation & Printing	4,814
Payment Systems Solutions	101,843
Agency banking, mobile money operation	-
	<u>144,585</u>
4 ADMINISTRATIVE EXPENSES	
Verification. Data Management	326,505
Printer Solutions and Access	443,854
Card personalisation & Printing	237,441
Payment Systems Solutions	188,326
Agency banking, mobile money operation	165,230
	<u>1,361,356</u>
5 FINANCE EXPENSE/INCOME	
Verification. Data Management	91,396
Printer Solutions and Access	21,574
Card personalisation & Printing	10,833
Payment Systems Solutions	51,008
Agency banking, mobile money operation	-
	<u>174,811</u>
Finance Income	
Interest on Fixed Deposit	34,225
Net	<u>209,036</u>

NOTES TO UNAUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
for the period ended September 30, 2022 (Continued)

6	PROPERTY, PLANT & EQUIPMENT	
	Verification. Data Management	1,721,339.00
	Printer Solutions and Access	19,005.76
	Card personalisation & Printing	498,310.00
	Payment Systems Solutions	26,262.60
	Agency banking, mobile money operation	8,472.80
		<u>2,273,390</u>
7	Intangible Asset	
	Verification. Data Management	-
	Printer Solutions and Access	6,983
	Card personalisation & Printing	453
	Payment Systems Solutions	4,151,870
	Agency banking, mobile money operation	-
		<u>4,159,306</u>
8	INVENTORIES/ WORK IN PROGRESS	
	Verification. Data Management	282
	Printer Solutions and Access	274,995
	Card personalisation & Printing	520,281
	Payment Systems Solutions	17,368
	Agency banking, mobile money operation	90,095
		<u>903,021</u>
9	RECEIVABLES	
	TRADE & OTHER RECEIVABLES	
	Verification. Data Management	626,657
	Printer Solutions and Access	1,015,497
	Card personalisation & Printing	115,800
	Payment Systems Solutions	162,647
	Agency banking, mobile money operation	-
		<u>1,920,601</u>
10	Cash and Cash Equivalents	
	Verification. Data Management	2,665
	Printer Solutions and Access	553,151
	Card personalisation & Printing	30,168
	Payment Systems Solutions	(294,919)
	Agency banking, mobile money operation	1,069,689
		<u>1,360,754</u>
11	Longterm Loan	
	Verification. Data Management	984,722
	Printer Solutions and Access	147,948
	Card personalisation & Printing	108,993
	Payment Systems Solutions	-
	Agency banking, mobile money operation	-
		<u>1,241,663</u>
12	Trade & Other Payables	
	Verification. Data Management	1,699,579
	Printer Solutions and Access	1,103,095
	Card personalisation & Printing	750,447
	Payment Systems Solutions	238,774
	Agency banking, mobile money operation	140,266
	Other Payables and accruals	169,270
		<u>4,101,431</u>
13	Deposit for Share	
	Card Centre	258,931
	Cham Switch	107,352
	ChamsMobile	-
		<u>366,283</u>
14	Non Controlling Interest	
(i)	Non Controlling Interest B/F	1,213,344
	Profit/ Loss Attributable to NCI	(55,725)
	Total NCI	<u>1,157,619</u>
(ii)	Parent Retained Earnings	
	Attributable to the Parent B/F	(2,887,547)
	Attributable to the Parent for the Period	(278,860)
	Total Retained Earnings for the Group	<u>(3,166,407)</u>

Chams Holding Company Plc and its Subsidiaries
Note to Group Financial Statement
for the period ended December 31, 2022

16 Earnings per share	Group					Company				
	N'000 Oct - Dec 2022	N'000 Jan - Dec 2022	N'000 Oct - Dec 2021	N'000 Jan - Dec 2021	N'000 Audited 2021 31 Dec	N'000 Oct - Dec 2022	N'000 Jan - Dec 2022	N'000 Oct - Dec 2021	N'000 Jan - Dec 2021	N'000 Audited 2021 31 Dec
Profit for the year used in basic EPS	(54,365)	(278,860)	110,474	77,512	(299,972)	(53,973)	(249,605)	137,477	(92,278)	35,218
<i>Profit used in diluted EPS</i>	(54,365)	(278,860)	127,245	89,279	(299,972)	(53,973)	(249,605)	137,477	(92,278)	35,218
Weighted average number of shares used in basic EPS	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060
Weighted average number of shares used in diluted EPS	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060	4,696,060

1 General Information

Chams Plc (The Company) was incorporated as a limited liability Company on 10 September 1985 and became a public Company on 4 September 2008. The Company was listed on the floor of the Nigerian Stock Exchange on 8 September 2008. The principal activities of Chams Plc and its subsidiaries (The Group) include identity management, payment collections and transactional systems. The Company's registered office is located at 8, Louis Solomon Close, Victoria Island, Lagos.

2 Basis of Preparation

These unaudited financial statements for the year ended December 31, 2022 have been prepared in accordance with IAS 34, 'Interim financial reporting'. The interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2021, which have been in accordance with IFRS.

3 Significant accounting policies

The accounting policies adopted are consistent with those of the previous financial year

4 Estimates

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgements made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2021

5 Revenue recognition

Revenue is recognised when it is probable that the economic benefits associated with the transaction will flow to the enterprise and the amount of the revenue can be measured reliably. Revenue is the fair value of the consideration received net of taxes and discounts. Revenue from sales of goods is recognised when delivery has taken place and transfer of risks and reward of ownership has been completed. Revenue from service rendered is recognised immediately the service is completed and a service delivery form is issued. When services are provided in phases, revenue is recognised on completion of each phase of the project.

6 Property, plant and equipment

Items of property, plant and equipment are initially recognised at cost. As well as the purchase price, cost includes directly attributable costs and the estimated present value of any future unavoidable costs of dismantling and removing items. The corresponding liability is recognised within provisions.

7 Cash and Cash equivalent

Cash and Cash equivalents include cash in hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less.

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Security Trading Policy

The Board and Directors has approved a Securities Trading Policy which prescribes a code of behaviour for Directors, management of the company, external advisers and other related persons in possession of market related information.

The code prohibits these persons from dealing in the company's securities during closed periods in accordance with the Provisions of the Investments and Securities Act and post listing Rules of the Nigerian Stock Exchange. All insiders are notified of closed periods through written or electronic communication from the Company Secretary. The Securities Trading Policy is available on the Company website.