

RED STAR EXPRESS PLC

UN AUDITED FINANCIAL HIGHLIGHTS
FOR THE QUARTER ENDED 30th June, 2013

MAJOR PROFIT AND LOSS ACCOUNT ITEMS

	GROUP		THE COMPANY	
	2013	2012	2013	2012
	JUNE	MARCH	JUNE	MARCH
	2013	2012	2013	2012
	30/06/2013	31/03/2013	30/06/2013	31/03/2013
	N' 000	N' 000	N' 000	N' 000
TURNOVER	1,428,054	1,294,247	917,812	863,000
PROFIT BEFORE TAX	137,583	132,920	73,812	87,740
PROFIT AFTER TAX	96,308	93,044	51,669	61,418

MAJOR BALANCE SHEET ITEMS

	GROUP		THE COMPANY	
	2013	2012	2013	2012
	JUNE	MARCH	JUNE	MARCH
	31/06/2013	31/03/2013	31/06/2013	31/03/2013
	N' 000	N' 000	N' 000	N' 000
TOTAL ASSETS	3,156,612	3,037,548	2,425,253	2,379,300
SHAREHOLDERS FUND	1,817,682	1,721,374	1,466,810	1,415,139
SHARE CAPITAL	294,748	294,748	294,748	294,748
SHARE PREMIUM	296,433	296,433	296,433	296,433
REVENUE RESERVE	1,226,501	1,130,193	875,629	823,958

INFORMATION PER 50 KOBO ORDINARY SHARE

	GROUP		THE COMPANY	
	2013	2013	2013	2013
	JUNE	March	JUNE	March
	2013	2013	2013	2013
NO OF ORDINARY SHARES	589,497	589,497	589,497	589,497
NET ASSET (N)	1,817,683	1,721,374	1,466,809	1,415,139
EARNINGS PER SHARE (KOBO)	16	52	9	42
DIVIDEND PAID (KOBO)		32		

RED STAR EXPRESS PLC

UN AUDITED CONSOLIDATED COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30th June, 2013

		IFRS CONVERTED			
		The Group		The Company	
		Jun-13	Jun-12	Jun-13	Jun-12
		N'000	N'000	N'000	N'000
	Note				
Turnover	1	1,428,054	1,294,247	917,812	863,000
Cost of sales	3	(1,016,028)	(928,962)	(637,386)	(603,494)
Gross profit		412,027	365,285	280,427	259,506
Other income	2	7,788	8,002	1,368	4,651
		419,814	373,287	281,795	264,157
Administrative and Other Operating Expenses	3.1	(173,340)	(140,613)	(139,300)	(107,402)
Personell Expenses	3.2	(89,707)	(82,892)	(53,589)	(52,029)
Pension & Gratuity	3.3	(5,851)	(5,790)	(3,855)	(4,080)
Depreciation & Amortisation	3.5	(13,325)	(8,238)	(11,809)	(11,324)
Impairment Loss		-	-	-	-
Effect of change in estimate useful life of PPE	3.6	-	-	-	-
Total operating Expenses		(282,223)	(237,533)	(208,552)	(174,835)
Finance Income		4,304	2,429	4,019	2,429
Finance Costs		(4,312)	(5,263)	(3,450)	(4,011)
Net Finance Costs		(8)	(2,834)	570	(1,582)
Profit Before interest and Tax		137,583	132,920	73,812	87,740
Interest and similar charges		-	-	-	-
Provision for diminution in investments		-	-	-	-
Profit Before Income Tax		137,583	132,920	73,812	87,740
Income Tax	6	(41,275)	(39,876)	(22,144)	(26,322)
Profit from continuing operation		96,308	93,044	51,669	61,418
Profit attributable to:					
Owners of the company		96,308	93,044	51,669	61,418
Non controlling Interests		-	-	-	-
Profit for the period		96,308	93,044	51,669	61,418
Earnings per share					
Basic earnings per share (kobo)	27	16	16	9	10
Diluted earnings per share (kobo)					
Number of ordinary shares in issue	27	589,497	589,497	589,497	589,497

RED STAR EXPRESS PLC

UN AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION FOR THE QUARTER ENDED 30th June, 2013

		<u>The Group</u>		<u>The Company</u>	
		Jun-13	March 13	Jun-13	March 13
	<u>Note</u>	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>
ASSETS					
<u>Non Current Assets</u>					
Property, plant and equipments	7	908,927	826,603	504,764	470,932
Intangible Assets	9	18,522	18,828	18,050	18,828
Long Term Prepayments	12.1	4,838	4,838	4,838	4,838
Long Term Investments	8	633	633	207,637	207,637
Defferred Tax Assets		-	-		
Deposit for shares		1,500	1,500	1,500	1,500
Employee Benefit asset	16	-	-	-	-
Total Non Current Assets		934,420	852,402	736,788	703,735
<u>Current Assets</u>					
Inventories	10	63,537	52,382	61,877	50,722
Trade debtors	11	1,352,762	1,280,849	893,487	925,105
Other debtors and prepayments	12	374,065	336,327	308,837	261,814
Due from related company	26			106,901	88,264
Cash and cash equivalents	13	431,829	515,588	317,362	349,660
Total Current Assets		2,222,193	2,185,146	1,688,465	1,675,565
TOTAL ASSETS		3,156,612	3,037,548	2,425,253	2,379,300
EQUITY AND LIABILITIES					
LIABILITIES					
<u>Non-current liabilities</u>					
Deferred taxation	15	112,211	112,211	40,543	40,543
Long Term Loan		109,017	114,512		
Term Loan					
Provision for liabilities and charges					
Employee Benefit Liabilities	16	1,004	1,004	1,004	1,004
Total Non Current Liabilities		222,232	227,727	41,547	41,547
<u>Current liabilities</u>					
Trade creditors		174,611	209,634	181,975	209,633
Other creditors and accruals	14	667,591	645,593	451,186	482,545
Due to related companies	26			141,783	110,626
Income tax liabilities	6	274,495	233,220	141,954	119,810
Total Current Liabilities		1,116,697	1,088,447	916,897	922,614
TOTAL LIABILITIES		1,338,929	1,316,174	958,444	964,161
Equity					
Share capital	17	294,748	294,748	294,748	294,748
Share premium		296,433	296,433	296,433	296,433
General reserve		1,226,501	1,130,193	875,629	823,958
Total Equity		1,817,682	1,721,374	1,466,810	1,415,139
TOTAL EQUITY AND LIABILITIES		3,156,612	3,037,548	2,425,254	2,379,300

The consolidated financial statements on pages - to - were approved by the Board of Directors on -----

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RED STAR EXPRESS PLC

STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30th June, 2013

NOTE	GROUP		THE COMPANY	
	June'2013 N	Mar' 2013 N	June'2013 N	Mar' 2013 N
Cash flows from operating activities:				
Cash receipts from customers	1,371,628	5,401,864	1,002,698	3,590,303
Payment to suppliers and employees	(1,249,594)	(4,692,442)	(795,541)	(3,243,762)
Cash generated from operating activities	122,034	709,422	207,157	346,541
VAT (NET)	(32,096)	(143,638)	(126,829)	(117,812)
Taxes paid	(10,419)	(232,511)	(55,190)	(149,564)
Net cash provided by operating activities	79,519	333,273	25,138	79,165
Cash flows from investing activities:	-	-	-	-
Interest received	768	16,627	768	15,629
Dividend received	-	-	-	75,277
Proceeds from sale of PPE	-	6,602	-	6,602
Purchase of Land property	(42,000)	-	-	-
Acquisition of PPE	(122,047)	(303,924)	(58,204)	(109,474)
Proceeds on liquidation of investment	-	(13,500)	-	(13,500)
Net cash provided by investing activities	(163,279)	(294,195)	(57,436)	(25,466)
Cash flows from financing activities:	-	-	-	-
Proceeds from issue of share capital	-	-	-	-
Proceeds from Long term borrowings	-	114,512	-	-
Proceeds of Share premium	-	-	-	-
Share issued expenses	-	-	-	-
Other Financing Activities	-	-	-	-
Dividend paid	-	(142,090)	-	(142,090)
Net cash provided by financing activities	-	(27,578)	-	(142,090)
Net (decrease)/increase in cash and cash equivalents	(83,759)	11,500	(32,298)	(88,391)
Cash and cash equivalents at the beginning of the year	515,588	504,088	349,660	438,051
Cash and cash equivalents at the end of the year	431,829	515,588	317,362	349,660

RED STAR EXPRESS PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED JUNE 30, 2013

	The Group		The Company	
	June 2013 N'000	March 2013 N'000	June 2013 N'000	March 2013 N'000
SHARE CAPITAL				
Authorised				
600,000,000 ordinary shares of 50 kobo each	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>
Issued and fully paid				
589,496,760 ordinary shares of 50 kobo each	<u>294,748</u>	<u>294,748</u>	<u>294,748</u>	<u>294,748</u>
GENERAL RESERVE				
At the beginning of the year	1,130,193	1,080,731	823,958	832,301
Profit and loss account	96,308	304,525	51,669	246,720
Other comprehensive Income			-	-
Acturial loss on defined benefit		(78,214)		(78,214)
Retirement benefit transfered to reserve				
Dividend declared (Note 18.2)		<u>(176,849)</u>		<u>(176,849)</u>
At the end of the year	<u>1,226,501</u>	<u>1,130,193</u>	<u>875,627</u>	<u>823,958</u>

Notes to the Accounts (Profit and Loss)

FOR THE QUARTER ENDED 30th June, 2013

	The Group		The Company	
	June '2013	June' 2012	June '2013	June' 2012
	N'000	N'000	N'000	N'000
1 TURNOVER				
Turnover	1,428,054	1,294,247	917,812	863,000
	<u>1,428,054</u>	<u>1,294,247</u>	<u>917,812</u>	<u>863,000</u>
2 OTHER OPERATING INCOME				
a. Other Income				
Insurance Claim	6,863	4,934	1,368	1,583
Profit on Disposals of fixed Assets	-	3,068	-	3,068
Exchange gain	-	-	-	-
Other Sundry income	925	-	-	-
Bad debt recovered	-	-	-	-
Interest received	-	-	-	-
Provision No Longer Required	-	-	-	-
	<u>7,788</u>	<u>8,002</u>	<u>1,368</u>	<u>4,651</u>
b. Investment Income				
Related Company Dividend	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER OPERATING INCOME	<u>7,788</u>	<u>8,002</u>	<u>1,368</u>	<u>4,651</u>
	The Group		The Company	
	June '2013	June' 2012	June '2013	June' 2012
	N'000	N'000	N'000	N'000
3 COST OF SALES				
Staff cost	249,374	233,508	138,846	138,805
Pension	9,780	9,246	4,844	4,882
Gratuity	13,626	13,917	10,576	11,440
Medical	30,846	26,972	12,324	11,843
Training	3,652	5,967	2,744	5,252
International delivery costs	181,292	199,813	148,721	157,541
Domestic freight	168,575	115,632	107,101	81,446
Vehicle running costs	141,439	130,759	48,226	45,616
Agent costs	49,920	42,835	49,589	42,599
Local transport	58,901	53,227	44,174	45,456
Clearing and documentation charges	25,065	22,914	16,354	15,820
Rents ant rates of outlets	21,576	14,164	17,131	11,529
Insurance	10,774	7,701	5,959	4,791
Depreciation	26,707	32,954	12,740	11,090
Repairs and maintenance	24,500	19,353	18,054	15,384
	<u>1,016,028</u>	<u>928,962</u>	<u>637,386</u>	<u>603,494</u>

	The Group		The Company	
	June '2013	Mar' 2012	June '2013	Mar' 2012
	N'000	N'000	N'000	N'000
Administation Costs				
3.1 Administrative & other Expences				
Repairs and maintenance	19,708	16,488	17,725	14,163
Transportation and travelling costs	15,183	12,810	11,946	8,732
Legal and professional charges	9,373	9,765	7,838	9,092
Publicity and promotion	7,428	7,525	4,843	4,492
Communication and telephone	16,620	11,698	15,565	10,842
Printing and stationery	18,196	20,657	14,887	17,192
Subscriptions and donations	6,810	5,436	5,414	4,578
Audit fee	5,800	6,550	3,000	3,750
Medical	7,712	6,743	3,081	2,961
Power and water	21,590	8,369	21,216	5,998
Rent and rates	-	-	-	-
Licence and registration	-	-	-	-
Office protection services	9,245	8,980	6,086	6,351
Hotel accommodation and entertainment	8,566	6,905	7,323	6,133
Insurance	2,694	1,925	1,490	1,198
Training	913	1,492	686	1,313
Newspaper and periodicals	816	626	782	301
Bad debts written off/Provisions for BDD	18,625	11,250	15,000	8,000
Non Current Assets written off	-	-	-	-
Exchange loss	-	-	-	-
Loss on disposal of Non Current Assets	-	-	-	-
Annual general meeting expenses	4,062	3,394	2,417	2,306
	<u>173,340</u>	<u>140,613</u>	<u>139,300</u>	<u>107,402</u>
3.2 Personnel Expences				
Directors' emoluments	16,665	14,497	12,920	11,373
Staff costs	73,042	68,395	40,669	40,656
	<u>89,707</u>	<u>82,892</u>	<u>53,589</u>	<u>52,029</u>
3.3 Pension & Gratuity				
Pension	2,445	2,311	1,211	1,220
Gratuity	3,406	3,479	2,644	2,860
	<u>5,851</u>	<u>5,790</u>	<u>3,855</u>	<u>4,080</u>
3.4 Finance Income/ Finance Costs				
Interest Received	4,304	2,429	4,019	2,429
Finance Cost - Bank charges and commission	4,312	5,263	3,450	4,011
	<u>(8)</u>	<u>(2,834)</u>	<u>570</u>	<u>(1,582)</u>
3.5 Depreciation & Amortisation				
Depreciation charge	<u>13,325</u>	<u>8,238</u>	<u>11,809</u>	<u>11,324</u>
3.6 Effect of changes in estimate useful life of PPE				
GAAP	-	-	-	-
IFRS	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30th June, 2013

	The Group		The Company	
	Jun-13 N'000	Jun-12 N'000	Jun-13 N'000	Jun-12 N'000
6. TAXATION				
.1 Profit and loss account				
Income tax	41,275	39,876	22,144	26,322
Education tax	-	-	-	-
Irrecoverable WHT		-		-
	41,275	39,876	22,144	26,322
Deferred taxation (Note 15)				-
	41,275	39,876	22,144	26,322

	The Group		The Company	
	Jun-13 N'000	Mar-13 N'000	Jun-13 N'000	Mar-13 N'000
.2 Balance sheet				
At the beginning of the year	233,220	312,513	119,810	171,370
Charge for the year	41,275	153,218	22,144	98,004
Payments during the year		(97,506)		(55,190)
Withholding tax credit utilised (Note 12.1)		(135,005)		(94,374)
At the end of the year	274,495	233,220	141,954	119,810

- .3 The charge for income tax in these consolidated financial statements is based on the provisions of the Companies Income Tax Act, CAP C21, LFN 2004 as amended to date. Education tax is based on the provisions of the Education Tax Act, CAP E4, LFN 2004.

7 SCHEDULE OF PROPERTY PLANT AND EQUIPMENT.
FOR THE QUARTER ENDED 30th June, 2013

Company

Cost	Land	Buildings	Plant & Machinery	TRUCKS AND TRAILERS	Motor Vehicles	MOTOR CYCLES	COMPUTER EQUIPMENT	Furniture, Fittings & Equip	WORK IN PROGRESS	Total	INTANGIBLES
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
At 1 April 2013	74,647	229,262	59,566	7,825	129,809	41,204	64,544	65,057	-	671,913	32,542
Addition	-	-	109	-	25,586	-	934	2,440	27,567	56,635	1,568
Reclassifications	-	-	-	-	-	10,365	8,776	-	(19,141)	0	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
At 30th June, 2013	74,647	229,262	59,675	7,825	155,394	51,569	74,254	67,496	8,427	728,549	34,111
Depreciation and impairment											
At 1 April 2013	-	(13,051)	(11,941)	(6,068)	(68,422)	(28,362)	(33,191)	(39,945)	-	(200,981)	(13,714)
Depreciation charge for the year	-	(1,616)	(1,587)	-	(8,923)	(2,201)	(4,695)	(3,180)	-	(22,202)	(2,346)
Disposals	-	-	-	-	-	-	-	-	-	-	-
Adjustment	-	-	-	-	(602)	-	-	-	-	(602)	-
At 30th June, 2013	-	(14,667)	(13,528)	(6,068)	(77,947)	(30,563)	(37,887)	(43,126)	-	(223,785)	(16,061)
Net book value											
At 31 March 2013	74,647	216,211	47,625	1,757	61,387	12,842	31,353	25,111	-	470,932	18,828
At 30th June, 2013	74,647	214,595	46,147	1,757	77,447	21,006	36,367	24,371	8,427	504,764	18,050

SCHEDULE OF PROPERTY PLANT AND EQUIPMENT.
FOR THE QUARTER ENDED 30th June, 2013

Group

Cost	Land	Buildings	Plant & Machinery	TRUCKS AND TRAILERS	Motor Vehicles	MOTOR CYCLES	COMPUTER EQUIPMENT	Furniture, Fittings & Equip	WORK IN PROGRESS	Total	INTANGIBLES
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
At 1 April 2013	74,647	342,667	67,940	170,767	149,349	181,642	67,924	85,435	78,382	1,218,753	32,542
Addition	42,000	-	109	-	33,886	12,740	980	2,697	27,567	119,978	2,068
Reclassifications	-	-	-	-	-	17,565	8,776	-	(26,341)	0	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
Adjustments	-	-	-	-	-	-	-	-	-	-	-
At 30th June, 2013	116,647	342,667	68,049	170,767	183,234	211,947	77,680	88,132	79,609	1,338,731	34,611
Depreciation and impairment											
At 1 April 2013	-	(18,724)	(12,430)	(62,111)	(76,450)	(138,839)	(35,826)	(47,766)	-	(392,147)	(13,714)
Depreciation charge for the year	-	(2,311)	(1,851)	(6,043)	(10,120)	(8,234)	(4,874)	(4,226)	-	(37,658)	(2,374)
Disposals	-	-	-	-	-	-	-	-	-	-	-
Adjustment	-	-	-	-	-	-	-	-	-	-	-
At 30th June, 2013	-	(21,035)	(14,281)	(68,154)	(86,571)	(147,073)	(40,700)	(51,992)	-	(429,805)	(16,089)
Net book value											
At 31 March 2012	74,647	323,942	55,511	108,656	72,898	42,803	32,098	37,669	78,382	826,603	18,828
At 30th June, 2013	116,647	321,631	53,769	102,613	96,664	64,874	36,980	36,140	79,609	908,927	18,522

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30th June, 2013

		The Group		The Company	
		Jun-13	Mar-13	Jun-13	Mar-13
		N'000	N'000	N'000	N'000
8.	LONG TERM INVESTMENTS				
	<u>Available for Sale Financial Instruments</u>				
a.	Quoted Equities				
	Nemeith International Pharmaceuticals Plc				
	822,743 ordinary shares of 50 Kobo each				
	Market value - N929,700 (2012: N1,522,075).	2057	2057	2,057	2,057
		2,057	2057	2,057	2,057
	Provision for diminution in investment	(1,424)	(1,424)	(1,424)	(1,424)
		633	633	633	633
		-	-	-	-
8.3	Investment in subsidiaries:	% Holding			
	Investment in Red Star Freight Limited	100		10,000	10,000
	Investment in Red Star Supports Services Lir	100		49,065	49,065
	Investment in Red Star Logistics Limited	100		147,939	147,939
				207,004	207,004
		633	633	207,637	207,637

10. STOCKS

Stationeries and packaging materials	59,564	45,677	57,904	44,017
Fuel and oil	3,974	6,705	3,974	6,705
Spare parts	-	-	-	-
Provision for obsolete stock	-	-	-	-
	63,537	52,382	61,877	50,722

11. TRADE DEBTORS

Trade debtors	1,479,375	1,407,462	994,785	1,026,403
Provision for doubtful debts	(126,613)	(126,613)	(101,298)	(101,298)
	1,352,762	1,280,849	893,487	925,105

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30th June, 2013

	The Group		The Company	
	Jun-13 N'000	Mar-13 N'000	Jun-13 N'000	Mar-13 N'000
12. OTHER DEBTORS AND PREPAYMENTS				
Prepayments	73,696	55,390	67,587	47,143
Unutilised withholding tax receipts	140,647	101,137	123,415	93,008
Other debtors	25,802	40,561	26,754	25,065
Advances to Staff	133,919	139,239	91,082	96,598
				-
	374,065	336,327	308,837	261,814
12.1 Long Term Prepayments				
Prepayments	4,838	4,838	4,838	4,838
	4,838	4,838	4,838	4,838
12.2 Unutilised withholding tax receipts				
At the beginning of the year	101,137	36,245	93,008	31,604
Withholding tax receipts during the year	39,510	199,897	30,407	155,778
Withholding tax credit utilised (Note 7.2)	-	(135,005)	-	(94,374)
At the end of the year	140,647	101,137	123,415	93,008
13. Cash, Bank balances and other equivalents				
Cash balances	2,505	5,276	2,469	5,240
Cash-in-transit	38,587	36,780	38,012	36,326
Bank balances	120,892	202,045	53,174	82,459
Business Deposits	269,845	271,487	223,708	225,635
	431,829	515,588	317,362	349,660
	431,829	515,588	317,362	349,660
14. OTHER CREDITORS AND ACCRUALS				
Accruals	279,873	217,969	169,906	161,759
Customers deposit		-		-
Agents clearing charges	10,072	45,172	10,072	45,172
Withholding Taxes	51,717	51,330	41,332	40,650
Value added tax	147,045	127,162	95,700	84,798
Staff pension accruals (Note 14.1)	47,129	40,031	8,683	9,563
Un-claimed Dividend	74,672	74,766	74,672	74,766
Other creditors	57,084	89,163	50,821	65,837
	667,591	645,593	451,186	482,545
14.1 Staff pension accruals				
At the beginning of the year	40,031	28,022	9,563	5,791
Provision for the year	25,099	72,007	12,428	39,670
Payments and remittances	(18,002)	(59,998)	(13,307)	(35,898)
At the end of the year	47,128	40,031	8,684	9,563
14.2 Lease Financing/Term Loan	109,017	114,512	-	-
15. DEFERRED TAXATION				
At the beginning of the year	112,211	24,993	40,543	(12,270)
(Writeback)/charge for the year		(37,262)		-
charge for the year	-	124,480	-	52,813
At the end of the year	112,211	112,211	40,543	40,543

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30th June, 2013

		The Group	
		Jun-13	Mar-13
		N'000	N'000
16.	Employee Benefit		
	At the beginning of the year		
	Provision for the year		
	Provision no longer required		
	Payment during the year		
	At the end of the year	-	-

		The Group	
		Jan-00	Jan-00
		N'000	N'000
	Benefit Liability and assets		
	Defined benefit obligation	(402,666)	(402,666)
	Fair Value of plan assets	401,662	401,662
	(Liability)/Assets	(1,004)	(1,004)

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30th June, 2013

	The Group		The Company	
	2013	2013	2013	2013
	June'2013	Mar' 2013	June'2013	Mar' 2013
	N'000	N'000	N'000	N'000
19. RECONCILIATION OF NET PROFIT AFTER TAXATION TO CASH PROVIDED BY OPERATING ACTIVITIES				
Net profit after taxation	96,308	304,525	51,669	246,720
Adjustment to reconcile net income to net cash provided by operating:				
Depreciation	40,032	157,011	24,549	93,287
Interest income	(4,304)	(16,627)	(4,019)	(15,629)
Excess Provisions	-	-	-	-
Provision for diminution in investments	-	-	-	-
Profit on disposal of fixed assets	-	(4,301)	-	(4,301)
Dividend received	-	-	-	(75,277)
Changes in assets and liabilities:				
(Increase)/decrease in stocks	(11,155)	(1,948)	(11,155)	(2,159)
Increase in trade debtors	(71,913)	70,623	31,618	93,148
(Increase)/Decrease in other debtors and prepayments	(37,738)	(89,925)	(47,023)	(74,293)
Decrease/(increase) in due from related companies			(18,637)	(45,724)
(Decrease)/increase in trade creditors	35,023	34,437	(27,658)	41,418
Increase/(decrease) in other creditors	(21,998)	(108,176)	(31,359)	(142,007)
Increase/(decrease) in due to related companies			31,157	(17,001)
(Decrease)/increase in taxation	49,768	(79,293)	25,998	(51,560)
(Decrease)/increase in Long Term Accruals	5,495			
(Decrease)/increase in deferred taxation	-	87,217	-	52,813
Increase/(decrease) in staff Pension				
Increase/(decrease) in staff gratuity	-	(20,270)	-	(20,270)
Net cash provided by operating activities	79,519	333,273	25,138	79,165

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30th June, 2013

	The Group		The Company	
	Jun-13 N'000	Mar-13 N'000	Jun-13 N'000	Mar-13 N'000
20. RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Cash balances	2,505	7,298	2,469	6,778
Cash-in-transit	88,587	30,602	88,012	30,602
Bank balances	70,892	279,396	3,174	213,416
Short term deposits	269,845	187,255	223,708	187,255
	431,829	504,551	317,362	438,051

21. EMPLOYMENT AND EMPLOYEES

.1 Staff

Average number of persons employed in the financial year under review and the staff costs were as follows:

	Number	Number	Number	Number
Managerial	6	8	5	7
Senior staff	46	44	36	42
Supervisors	196	188	67	84
Junior staff	1,293	1,181	189	186
	1,541	1,421	297	319

Staff costs:

Salaries, wages and other benefits	360,975	948,005	185,340	530,492
Staff pension and gratuity	29,257	23,416	19,276	16,412
	390,231	971,421	204,616	546,903

.2 Employees remunerated at higher rates, excluding allowances:

N	N	Number	Number	Number	Number
140,001 -	210,000	1,291	1,201	187	121
210,001 -	360,000	196	164	67	147
360,000 -	900,000	46	48	36	44
900,001 -	1,700,000	6	6	5	5
1,700,001 -	2,011,000	2	2	2	2

1,541 1,421 297 319

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30th June, 2013

22. Compensation of key management personnel of Red Star Express

	The Group		The Company	
	2013	2012	2013	2012
	N'000	N'000	N'000	N'000
.1 Fees and sitting Allowances	8,635	8,635	8,635	8,635
Executive compensation	7,088	6,808	7,088	6,808
Other Directors and benefits	13,025	12,725	13,025	12,725
	<u>28,748</u>	<u>28,748</u>	<u>28,748</u>	<u>28,748</u>

Fees and emoluments disclosed above include ammount paid to:

	N'000	N'000	N'000	N'000
Chairman	1,635	1,635	1,635	1,635
The highest paid Director earned	<u>11,632</u>	<u>11,632</u>	<u>11,632</u>	<u>11,632</u>

- .2 The number of Directors excluding the Chairman whose emoluments were within the following ranges were:

N	N	Number	Number	Number	Number
390,001 - 400,000	-	-	-	-	-
530,001 - 540,000	-	5	5	5	5
4,600,001 and above	-	2	2	2	2

23. GUARANTEES AND OTHER FINANCIAL COMMITMENTS

.1 Contingent liabilities

As at 31st Marchr 2013, there were no contingent liabilities . The Directors are of the opinion that, based on the Solicitors' advice, no material loss will arise from them. Consequently, no provision has been made in these consolidated financial statements for the amount.

.2 Financial commitments

The Directors are of the opinion that all known liabilities and commitments which are relevant in assessing the Company's state of affairs have been taken into account in the preparation of these consolidated financial statements under review.

.3 Performance Bond

The Company accepted a performance bond of N50 million (2012- N50 million) in favour of Nigeria Customs Service.

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30th June, 2013

24. SUPPLIERS

The Company's significant suppliers are mainly local. Some of the major suppliers are:

Kungo-Rock Investments Limited
Chita Express Limited
Aegis Core Limited
Aero Contractors
Air France
British Airways

The Company is not associated with the suppliers.

25. POST BALANCE SHEET EVENTS

The Directors are of the opinion that there were no significant post balance sheet events which would have had any material effect on the balance sheet and the profit for the year ended on that date, which have not been adequately provided for or disclosed in the consolidated financial statements.

26. RELATED PARTY TRANSACTIONS

a. Parent and ultimate controlling party

The consolidated financial statements include the financial statements of Red Star Express Plc and the subsidiaries listed below

	%
Red Star Retirement Benefit Scheme	100
Red Star Freight Limited	100
Red Star Logistics Limited	100
Red Star Supports Services Limited	100

b. The company had significant transactions with its related companies in the form of transfer of funds and payments for goods and services on behalf of each other. The balances due from/to the related companies which are disclosed in the balance sheet are as follows:

	<u>The Group</u>		<u>The Company</u>	
	2012 N'000	March 13 N'000	2013 N'000	March 13 N'000
Due from related company				
Red Star Freight Limited			12,079	14,987
Red Star Logistics Limited			94,822	73,277
			106,901	88,264
Due to related companies				
Red Star Freight Limited				
Red Star Logistics Limited				
Red Star Supports Services Limited			141,783	110,626
			141,783	110,626

27.

EARNINGS PER SHARE

Basic Earnings Per Share

The calculation of basic earnings per share at 31 March 2013 for the company was based on the profit attributable to ordinary number of ordinary shares outstanding of 589.5 million for the company. While the group EPS calculation was based on the pr million and a weighted average number of ordinary shares outstanding of 589.5 million shares

Profit for the year attributable to shareholders

Weighted Average number of ordinary shares outstanding

Earnings per share (Kobo)

28.

COMPARATIVE FIGURES

Certain prior year's figures have been reclassified in line with current year's presentation for more meaningful comparison.

29.

Segment Information

The Group

Segment profit and loss account

	Courier		Freight		Logistics	
	Jun-13 N'000	Jun-12 N'000	Jun-13 N'000	Jun-12 N'000	Jun-13 N'000	Jun-12 N'000
Profit and Loss						
Turnover - External	917,812	863,000	53,422	64,014	218,991	167,692
- Internal						
Total Revenue	917,812	863,000	53,422	64,014	-	218,991
Interest Income	4,019	2,429	285	-		
Interest Expences	(3,450)	(4,011)	(203)	(593)	(8,383)	(1,352)
Impairment Loss on financial asset	-	-				
Depreciation and Amortisation	(24,549)	(22,414)	(77)	(115)	(3,868)	(8,751)
Reportable profit before income tax	73,812	87,740	16,897	16,234	145,289	94,490
Income tax expence	(22,144)	(26,322)	(5,549)	(5,128)	(63,894)	(23,928)
Net profit for the year	51,669	61,418	11,348	11,106	-	81,395

	Jun-13 N'000	Mar'13 N'000	Jun-13 N'000	Mar'13 N'000	Jun-13 N'000	Mar'13 N'000
Segment balance sheet						
Non Current Assets	736,788	703,735	554	702	308,855	173,856
Intangible asset	18,050	18,828		-		
Long term investments	207,637	207,637		-		
Long term Prepayment	4,838	4,838				
Current assets	1,688,465	1,675,565	91,617	98,745	381,475	268,418
Current liabilities	(916,897)	(922,614)	(36,617)	(48,804)	(200,275)	(139,826)
Provision for liabilities and charges	(41,547)	(41,547)	(20)	(788)	(27,488)	(27,488)
Net assets	1,466,810	1,415,139	55,534	49,855	462,567	274,960

shareholders of N273 million and a weighted average
ofit attributable to the group shareholders of N362.2

The Group		The Company	
Jun-13 N'000	Mar-12 N'000	Jun-13 N'000	Mar-12 N'000
96,308	300,755	51,669	204,975
Number	Number	Number	Number
589,497	589,497	589,497	589,497
16	51	9	35

Support services		Total	
Jun-13 N'000	Jun-12 N'000	Jun-13 N'000	Jun-12 N'000
237,829	202,892	1,428,054	1,294,247
- 237,829	202,892 -	1,428,054	1,294,247
(430)	(3,488)	4,304 (4,312)	2,429 (5,263)
(6,788)	(32,268)	(13,325)	(187,185)
60,517	81,384	137,583	132,920
(20,176)	(31,016)	(41,275)	(39,876)
- 40,341	50,368 -	96,308	93,044

		TOTAL	
Jun-13 N'000	Mar'13 N'000	Jun-13 N'000	Mar'13 N'000
52,624	50,388	908,927	826,603
		18,522	18,828
		633	633
		4,838	4,838
235,085	220,470	2,222,193	2,185,146
(121,519)	(123,484)	(1,116,697)	(1,088,447)
(16,984)	(16,758)	(222,232)	(227,727)
- 149,206	130,616	1,817,682	1,721,374