

DAAR COMMUNICATIONS PLC

Company No. RC 117587

UNAUDITED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

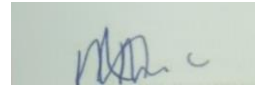
30TH JUNE, 2024

DAAR COMMUNICATIONS PLC
STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2024

ASSETS		June, 2024	Dec, 2023
NON CURRENT ASSETS		N'000	N'000
PROPERTY, PLANT & EQUIPMENT		23,539,932	24,061,928
OTHER INTANGIBLE ASSETS		22,647	22,892
INVESTMENT - (MTS & AITNEWS24)		510,453	497,893
DEFERRED TAX ASSETS		<u>512,530</u>	<u>969,241</u>
		24,585,562	25,551,954
CURRENT ASSETS			
TRADE RECEIVABLES		2,876,833	3,102,100
OTHER DEBTORS & PREPAYMENTS	3	321,904	192,483
CASH & CASH EQUIVALENTS	4	<u>253,208</u>	<u>150,336</u>
TOTAL CURRENT ASSETS		<u>3,451,944</u>	<u>3,444,919</u>
TOTAL ASSETS		<u>28,037,507</u>	<u>28,996,873</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
SHARE CAPITAL	5	4,000,000	4,000,000
SHARE PREMIUM		13,411,541	13,411,541
REVALUATION SURPLUS	6	17,232,806	17,232,806
RETAINED EARNINGS	7	<u>-18,042,299</u>	<u>-16,776,420</u>
TOTAL EQUITY		<u>16,602,048</u>	<u>17,867,927</u>
Non-Current Liabilities			
Accrued Gratuity	8	<u>891,734</u>	<u>865,375</u>
Total Non-Current Liabilities		<u>891,734</u>	<u>865,375</u>
CURRENT LIABILITIES			
SUBORDINATED LOAN		201,365	362,029
TRADE PAYABLES		1,239,213	1,053,212
OTHER PAYABLES	9	8,431,764	8,176,947
TAXATION	10	<u>671,382</u>	<u>671,382</u>
TOTAL CURRENT LIABILITIES		<u>10,543,725</u>	<u>10,263,571</u>
TOTAL EQUITY AND LIABILITIES		<u>28,037,507</u>	<u>28,996,873</u>



Tony A. Akiotu
GMD/CEO
FRC/2014/NIM/0000000895



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DAAR COMMUNICATIONS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 30TH JUNE, 2024

	<i>Six mths to June 2024</i>	<i>Three mths to June. 2024</i>	<i>Six mths to June. 2023</i>	<i>Three mths to June. 2023</i>
	<i>N'000</i>	<i>N'000</i>	<i>N'000</i>	<i>N'000</i>
<i>Revenue</i>	1,953,542	1,021,181	2,317,981	946,046
<i>Cost of Sales</i>	<u>-1,570,030</u>	<u>(845,147)</u>	<u>-1,628,892</u>	<u>-927,875</u>
<i>Gross Profit</i>	383,511	176,034	689,089	18,170
<i>Other Income</i>	<u>48,794</u>	<u>(6,213)</u>	<u>129,057</u>	<u>127,307</u>
	432,305	169,821	818,146	145,477
<i>Selling Expenses</i>	-89,730	(23,363)	-80,546	-40,784
<i>Impairment Allowance</i>	-456,712	(304,474)	0	0
<i>Administration Expenses</i>	-1,215,170	(746,740)	-1,068,300	-582,913
<i>Finance Charges</i>	<u>-3,568</u>	<u>(1,784)</u>	<u>-5,755</u>	<u>-2,831</u>
PROFIT BEFORE TAXATION	-1,332,875	-906,540	-336,456	-481,051
TAXATION	<u>0</u>	<u>-</u>	<u>0</u>	<u>0</u>
PROFIT/(LOSS) FOR THE YEAR	<u><u>-1,332,875</u></u>	<u><u>-906,540</u></u>	<u><u>-336,456</u></u>	<u><u>-481,051</u></u>
EPS in kobo	-17	(11)	-4	-6

DAAR COMMUNICATIONS PLC

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED JUNE 30, 2024

	SHARE CAPITAL	SHARE PREMIUM	REVALUATION SURPLUS	RETAINED INCOME	TOTAL
	N'000	N'000	N'000	N'000	N'000
BAL B/F	4,000,000	13,411,541	17,232,806	-16,709,423	17,934,924
PRIOR YEAR				-0	-0
PROFIT FOR THE PERIOD TO JUNE	<u>0</u>	<u>0</u>	<u>0</u>	<u>-1,332,875</u>	<u>-1,332,875</u>
BALANCE AS AT JUNE 30, 2024	<u>4,000,000</u>	<u>13,411,541</u>	<u>17,232,806</u>	<u>-18,042,299</u>	<u>16,602,048</u>

DAAR COMMUNICATIONS PLC

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED JUNE 30, 2023

	SHARE CAPITAL	SHARE PREMIUM	REVALUATION SURPLUS	RETAINED INCOME	TOTAL
	N'000	N'000	N'000	N'000	N'000
BAL B/F	4,000,000	13,411,541	0	-15,198,235	2,213,306
PRIOR YEAR			0	0	0
PROFIT FOR THE PERIOD TO JUNE	<u>0</u>	<u>0</u>	<u>0</u>	<u>-336,456</u>	<u>-336,456</u>
BALANCE AS AT JUNE 30, 2023	<u>4,000,000</u>	<u>13,411,541</u>	<u>0</u>	<u>-15,534,691</u>	<u>1,876,850</u>

DAAR COMMUNICATIONS PLC
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30TH, JUNE 2024

	June 30, 2024	Dec 31, 2023
	N'000	N'000
Cash flow from operating activities:		
Profit/(Loss) before taxation	-1,284,082	-1,132,877
Add back items not involving movement of funds:		
Depreciation	568,601	815,573
Amortisation	819	1,764
Adjustment for Tax	0	0
Write down of deferred Tax assets	456,712	913,423
Prior year adjustment	-0	-0
Impairment allowance on receivable		
Movements In Trade Receivables		
Finance cost	3,568	10,370
Other income	-48,794	-445,308
Finance income	0	0
Gratuity	<u>26,359</u>	<u>48,338</u>
	-276,817	211,284
Working capital changes:		
(Increase) /Decrease in Trade Receivables	294,993	-375,853
(Increase)/Decrease in Other Receivables and prepayments	-129,421	13,138
(Increase)/Decrease in Stocks	0	0
Increase/(Decrease) in Trade and other payables	<u>440,818</u>	<u>772,379</u>
	<u>606,390</u>	<u>409,664</u>
Tax Paid	<u>0</u>	-14,831
Net cash from operating activities	<u>329,573</u>	<u>606,116</u>
Cash flows from investing activities:		
(Purchase)/Sale of fixed assets	-49,335	-294,380
Investment in AITNEWS24 Limited	-12,560	-400,893
(Increase)/Decrease in intangible assets	<u>-573</u>	<u>-90</u>
Net cash used in investing	<u>-62,468</u>	<u>-695,364</u>
Cash flows from financing activities:		
Surbordinated Loan Repaid	-160,663	86,154
Finance cost	<u>-3,568</u>	<u>-10,370</u>
Net Cash used in financing activities	<u>-164,232</u>	<u>75,783</u>
Net(decrease)/increase in cash and cash equivalent	102,873	-13,464
Cash and cash equivalents at 1 January	<u>150,336</u>	<u>163,800</u>
Cash and cash equivalents at 30th June	<u>253,209</u>	<u>150,336</u>

Represented by:

<i>Bank and cash balances</i>	253,209	150,336
<i>Bank Overdraft</i>	<u>0</u>	<u>0</u>
<i>Cash and cash equivalents at 30th June</i>	<u>253,209</u>	<u>150,336</u>

DAAR COMMUNICATIONS PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE, 2024

	June 30, 2024	Dec 31, 2023
1 REVENUE	N'000	N'000
Television	1,722,330	4,134,905
Daar News	91,954	0
Radio	<u>139,257</u>	<u>375,434</u>
	<u>1,953,542</u>	<u>4,510,339</u>
2 Profit before taxation	June 30, 2024	Dec 31, 2023
<i>This is stated after charging the following:</i>	N'000	N'000
Directors' remuneration -		
-Fees	14,500	29,000
-Others		
Auditors remuneration	7,500	15,000
Amortisation	819	1,764
Depreciation	<u>568,601</u>	<u>815,573</u>
3 Other receivables and prepayments	N'000	N'000
Staff Loans and Advances	7,772	7,075
Prepaid Staff Rent	47,658	35,040
Prepaid Expenses	35,099	10,649
Cash Advance	101,155	9,499
Due from Daar Music Global	91,004	91,004
Withholding Tax of Sales	<u>39,215</u>	<u>39,215</u>
	<u>321,903</u>	<u>192,483</u>
4 CASH & CASH EQUIVALENTS	N'000	N'000
Cash Balance	37,892	21,313
Bank Balances	<u>215,316</u>	<u>129,023</u>
	<u>253,208</u>	<u>150,336</u>
5 Share Capital	N'000	N'000
Authorised		
8,000,000,000 ordinary shares of 50k each		
Issued and fully paid	<u>4,000,000</u>	<u>4,000,000</u>
At 1 January		
Issue of shares during the year	<u>4,000,000</u>	<u>4,000,000</u>
	<u>4,000,000</u>	<u>4,000,000</u>
6 REVALUATION SURPLUS	N'000	N'000
At 1 January	17,232,806	0
Prior year adjustment	0	0
Current Year Revaluation Surplus	<u>0</u>	<u>17,232,806</u>
At end of period	<u>17,232,806</u>	<u>17,232,806</u>
7 RETAINED EARNINGS	N'000	N'000
At 1 January	-16,776,420	-15,198,235
Prior year adjustment	-0	-0
Retained Profit/(Loss)	<u>-1,332,875</u>	<u>-1,578,185</u>
At end of period	<u>-18,109,296</u>	<u>-16,776,420</u>

8 **Gratuity**

891,734
891,734

865,375
865,375

9 Other payables	N'000	N'000
Accrued salary	1,400,912	1,335,469
PAYE	627,674	612,656
Pension fund	1,836,726	1,809,342
Daar Investment Holding Coy Ltd	185,855	185,287
NHF	69,701	71,183
NHIS	401,929	391,413
UNION DUES	15,808	15,209
ITF	108,049	105,221
NSITF	102,086	100,725
Audit fee	7,500	15,000
Directors' Fees	60,149	67,884
VAT	1,514,012	1,385,398
Co-operative Society	14,636	14,636
Withholding tax	128,250	115,910
Ex-staff Terminal Benefit	763,727	774,177
NBC Charges	442,609	480,961
Accrued Expenses	347,877	331,162
Accrued Staff Rent	-134	647
Prov. For Uninvoiced Commitments	404,397	364,668
	<u>8,431,764</u>	<u>8,176,947</u>

10 Taxation	June 30, 2024	Dec 31, 2023
	N'000	N'000
At 1st Jan.	671,382	686,214
Tax Adjustment for Previous Years	0	0
Deferred Tax Asset	0	0
Charged for the period	0	0
Paid during period	<u>0</u>	<u>-14,831</u>
At end of period	<u>671,382</u>	<u>671,382</u>

DAAR COMMUNICATIONS PLC

VALUE ADDED STATEMENT

	June 30, 2024		Dec 31, 2023	
	<i>N'000</i>	<i>%</i>	<i>N'000</i>	<i>%</i>
TURNOVER				
TURNOVER	1,953,542		4,510,339	
OTHER INCOME	<u>48,794</u>		<u>445,308</u>	
	2,002,335		4,955,648	
BOUGHT IN MATERIALS AND SERVICES				
LOCAL	-1,927,892		-4,037,068	
FOREIGN	<u>-165,449</u>		<u>-258,550</u>	
VALUE ADDED	<u>-91,007</u>	100%	<u>660,030</u>	100%
DISTRIBUTED AS FOLLOWS:				
EMPLOYEES:				
Salaries, Pension, Welfare	668,880	-735%	1,410,507	214%
PROVIDER OF CAPITAL				
Finance Cost	3,568	-4%	10,370	2%
TO GOVERNMENT				
Taxation	0	0%	0	0%
PROVIDED for ASSET REPLACEMENT				
<i>Depreciation of Property, Plant and</i>				
<i>Equipment</i>	568,601	-625%	815,573	124%
<i>Amortisation/Provisions</i>	819	-1%	1,764	0%
<i>Retained for the year</i>	<u>-1,332,875</u>	1465%	<u>-1,578,185</u>	-239%
TOTAL VALUE ADDED	<u>-91,007</u>	100%	<u>660,030</u>	100%

**DAAR COMMUNICATIONS PLC
FIVE YEAR SUMMARY**

	June 30, 2024	Dec 31, 2023	2,022	2,021	2,020
	<i>N'000</i>	<i>N'000</i>	<i>N'000</i>	<i>N'000</i>	<i>N'000</i>
Assets Employed					
Property, Plant & Equipment	23,539,932	24,061,928	7,350,313	7,898,411	8,486,467
Intangible Assets	22,647	22,892	24,566	26,793	29,027
Investment	510,453	497,893	97,000	97,000	166,172
Deferred Tax Assets	512,530	969,241	1,882,664	2,796,087	3,653,692
Net Current Assets	-7,091,781	-6,818,652	-6,324,201	-7,150,269	-7,961,959

<i>Non-Current Liabilities - Gratuity</i>	<u>-891,734</u>	<u>-865,375</u>	<u>-817,037</u>	<u>-760,922</u>	<u>-732,634</u>
Net Assets	<u>16,602,048</u>	<u>17,867,927</u>	<u>2,213,305</u>	<u>2,907,100</u>	<u>3,640,765</u>

FUNDS EMPLOYED

SHARE CAPITAL	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
SHARE PREMIUM	13,411,541	13,411,541	13,411,541	13,411,541	13,411,541
REVALUATION SURPLUS	17,232,806	17,232,806	0	0	0
GENERAL RESERVE	<u>-18,042,299</u>	-16,776,420	<u>-15,198,235</u>	<u>-14,504,240</u>	<u>-13,770,776</u>
SHAREHOLDERS FUND	<u>16,602,048</u>	<u>17,867,927</u>	<u>2,213,306</u>	<u>2,907,301</u>	<u>3,640,765</u>

DAAR COMMUNICATIONS PLC

TURNOVER	1,953,542	4,510,339	4,787,259	4,806,011	3,553,526
PROFIT/(LOSS) BEFORE TAX	-1,332,875	-1,578,185	-755,824	-641,942	-2,554,036
TAX	0	0	-12,242	-91,521	207,925
PROFIT AFTER TAX	<u>-1,332,875</u>	<u>-1,578,185</u>	<u>-768,066</u>	<u>-733,463</u>	<u>-2,346,111</u>
EARNINGS PER SHARE	-17	-20	-10	-9	-29