

Nigerian Aviation Handling Company PLC

Unaudited Financial Statements -- 30 September 2013

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Consolidated and Separate Statement of Comprehensive Income

For the period ended 30 September, 2013

		Group			Company		
	Notes	September 2013 N'000	September 2012 N'000	December 2012 N'000	September 2013 N'000	September 2012 N'000	December 2012 N'000
Revenue	5	5,785,058	5,260,861	7,396,094	5,785,058	5,260,861	7,396,094
Operating costs		(3,533,422)	(3,207,337)	(4,362,424)	(3,533,899)	(3,207,337)	(4,362,424)
Gross Profit		<u>2,251,636</u>	<u>2,053,524</u>	<u>3,033,670</u>	<u>2,251,159</u>	<u>2,053,524</u>	<u>3,033,670</u>
Other gain & (loss)	6	503,002	(8,904)	111,158	503,002	(8,904)	111,158
Administrative expenses		(1,723,227)	(756,241)	(2,239,456)	(1,586,037)	(707,255)	(2,141,627)
Profit from operations		<u>1,031,411</u>	<u>1,288,379</u>	<u>905,372</u>	<u>1,168,124</u>	<u>1,337,365</u>	<u>1,003,201</u>
Net finance costs	7	(158,462)	(237,875)	(168,969)	(121,105)	(237,875)	(150,355)
Profit / (Loss) before tax		<u>872,949</u>	<u>1,050,504</u>	<u>736,403</u>	<u>1,047,019</u>	<u>1,099,490</u>	<u>852,846</u>
Income tax expense	8(a)	(287,930)	(351,837)	(143,166)	(287,930)	(351,837)	(143,166)
Profit after tax		<u>585,019</u>	<u>698,667</u>	<u>593,237</u>	<u>759,089</u>	<u>747,653</u>	<u>709,680</u>
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income		<u>585,019</u>	<u>698,667</u>	<u>593,237</u>	<u>759,089</u>	<u>747,653</u>	<u>709,680</u>
Profit attributable to owners of the company		<u>585,019</u>	<u>698,667</u>	<u>593,237</u>	<u>759,089</u>	<u>747,653</u>	<u>709,680</u>
Non-controlling interest	9(a)	54,666	13,518	16,066	-	-	-
Total comprehensive income attributable to owners of the company:		<u>639,685</u>	<u>712,185</u>	<u>609,303</u>	<u>759,089</u>	<u>747,653</u>	<u>709,680</u>
Non-controlling interest		-	-	-	-	-	-
Total Comprehensive Income for the period		<u>639,685</u>	<u>712,185</u>	<u>609,303</u>	<u>759,089</u>	<u>747,653</u>	<u>709,680</u>
Earnings per share							
Basic earnings per share (Kobo)	10	<u>43</u>	<u>48</u>	<u>41</u>	<u>51</u>	<u>51</u>	<u>48</u>

Consolidated and Separate Statement of Financial Position

For the period ended 30 September, 2013

	Notes	Group		Company	
		September 2013	December 2012	September 2013	December 2012
		N'000	N'000	N'000	N'000
Assets					
Property, plant and equipment	12	7,466,976	7,901,261	7,466,976	7,901,261
Intangible assets	13	172,586	114,923	172,586	114,923
Investment property	14	133,575	138,798	133,575	138,798
Investment in subsidiaries	15	-	-	35,500	35,500
Other non-current assets	16	1,168,802	625,327	1,168,802	625,327
Total non-current assets		8,941,939	8,780,309	8,977,439	8,815,809
Current assets					
Inventories	17	252,274	46,045	252,274	46,045
Trade and other receivables	19	1,541,412	1,193,253	1,409,513	1,193,253
Intercompany receivables	20	-	-	230,697	190,279
Short term prepayments	18	446,835	115,223	446,835	115,223
Cash and cash equivalents	21	958,893	818,653	945,681	801,910
Assets classified as held for sale		-	-	-	-
Total current assets		3,199,414	2,173,174	3,285,000	2,346,710
Total assets		12,141,353	10,953,483	12,262,439	11,162,519
Equity					
Share capital	22	738,281	738,281	738,281	738,281
Share premium	23	1,914,758	1,914,758	1,914,758	1,914,758
Dividend reserves	24	-	-	-	-
Retained earnings	25	3,100,278	2,829,734	3,388,069	2,998,121
Total equity attributable to equity holders of the Company		5,753,317	5,482,773	6,041,108	5,651,160
Non-controlling interests	26	(95,674)	(41,009)	-	-
Total equity		5,657,643	5,441,764	6,041,108	5,651,160
Liabilities					
Loans and borrowings	27	2,205,992	2,131,211	2,075,921	2,131,211
Deferred tax liabilities	8C	902,000	902,000	902,000	902,000
Total non-current liabilities		3,107,992	3,033,211	2,977,921	3,033,211
Current tax liabilities	8B	574,300	342,172	574,300	342,172
Trade and other payables	28	2,753,427	2,012,901	2,621,119	2,012,541
Deferred income/revenue	29	47,990	123,435	47,990	123,435
Liabilities classified as held for sale		-	-	-	-
Total current liabilities		3,375,717	2,478,508	3,243,410	2,478,148
Total liabilities		6,483,709	5,511,719	6,221,331	5,511,359
Total equity and liabilities		12,141,352	10,953,483	12,262,439	11,162,519

Consolidated Statement of changes in equity

For the period ended 30 September, 2013

	Attributable to equity holders of the company					Non-	Total Equity
	Share	Share	Reserves	Retained	Total	controlling	
	Capital	Premium		Earnings		Interest	
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 01 January 2013	738,281	1,914,758	-	2,829,734	5,482,773	(41,009)	5,441,764
Comprehensive income for the period							
Profit / (Loss) for the period	-	-	-	639,685	639,685	(54,666)	585,019
Other comprehensive income:							
Defined benefit plan actuarial gains (losses)	-	-	-	-	-	-	-
Prior year deferred tax adjustment	-	-	-	-	-	-	-
Restated Balance	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	639,685	639,685	(54,666)	585,019
Transaction with owners recognised directly in equity							
Dividend to owners	-	-	-	(369,141)	(369,141)	-	(369,141)
Issue of shares	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	(369,141)	(369,141)	-	(369,141)
Balance at 30 September 2013	738,281	1,914,758	-	3,100,278	5,753,317	(95,675)	5,657,642

Consolidated statement of changes in equity

For the year ended 31 December 2012

Note	Attributable to equity holders of the company					Non-	Total Equity
	Share	Share	Reserves	Retained	Total	controlling	
	Capital	Premium		Earnings		Interest	
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 01 January 2012	615,234	1,914,758	307,617	2,343,478	5,181,087	(24,943)	5,156,144
Comprehensive income for the period							
Profit / (Loss) for the period	-	-	-	609,303	609,303	(16,066)	593,237
Other comprehensive income:							
Defined benefit plan actuarial gains (losses)	-	-	-	-	-	-	-
Prior year deferred tax adjustment	-	-	-	-	-	-	-
IFRS adjustments to prior periods	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	609,303	609,303	(16,066)	593,237
Transaction with owners recognised directly in equity							
Issue of shares	123,047	-	-	(123,047)	-	-	-
Dividend to owners	-	-	(307,617)	-	(307,617)	-	(307,617)
Share-based payment transactions	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	(307,617)	(123,047)	(307,617)	-	(307,617)
Balance at 31 December 2012	738,281	1,914,758	-	2,829,734	5,482,773	(41,009)	5,441,764

Consolidated and Separate Statement of Cash Flows

For the period ended 30 September, 2013

Notes	Group		Company	
	September 2013	December 2012	September 2013	December 2012
	N'000	N'000	N'000	N'000
Cash Flows from Operating Activities				
Profit / (Loss) for the year	1,031,411	905,373	1,168,124	1,003,201
Adjustments for non-cash income and expenses:				
Depreciation: PPE	12	600,376	673,992	600,376
Amortisation of investment property		5,225		5,225
Amortisation of intangible asset	13	25,461		25,461
Impairment loss to trade receivables	30		80,530	-
Loss/gain on disposal of PPE		(524)	13,259	(524)
		-		-
IFRS Adjustments:		-		-
Library stock written off		3,525	-	3,525
Loans and borrowing restated at amortised cost	27	(55,290)	20,253	(55,290)
		<u>1,606,659</u>	<u>1,696,932</u>	<u>1,743,372</u>
Changes in operating assets and liabilities:				
(Increase)/Decrease in inventories	17	(206,229)	(17,010)	(206,229)
(Increase)/Decrease in trade and other receivables	19	(348,159)	1,783,588	(216,260)
(Increase)/Decrease in prepayments	18	(331,612)	22,141	(331,612)
(Decrease)/increase in trade and other payables	28	740,526	940,535	608,577
(Decrease)/increase in deferred revenue	29	(75,445)	27,531	(75,445)
		<u>(220,919)</u>	<u>2,756,785</u>	<u>(220,969)</u>
Cash generated from operations		1,385,740	4,453,717	1,522,403
Taxation paid	8(b)	(55,802)	(349,406)	(55,802)
Net cash inflow provided by operating activities		1,329,938	4,104,311	1,466,601
Cash Flows from Investing Activities				
Acquisition of property, plant and equipment	12	(170,140)	(2,828,096)	(170,140)
Proceeds from disposal of property, plant and equipment		4,573	33,599	4,573
Acquisition of intangible assets	13	(83,124)	(1,819)	(83,124)
Bond repayment fund	16	(543,475)	(517,827)	(543,475)
Non-Controlling Interests		-	-	-
Interest received	7	79,912	35,920	79,912
Net cash used in investing activities		(712,254)	(3,278,223)	(712,254)
Cash flows from financing activities				
Intercompany		-	-	(40,418)
Interest paid on Bond	7	(238,374)	(204,889)	(201,017)
Loan and borrowings	27	130,071	-	(186,275)
Dividends paid		(369,141)	(307,617)	(369,141)
Net cash outflow from financing activities		(477,444)	(512,506)	1,005,097
Net increase in cash and cash equivalents		140,240	313,582	143,771
Cash at bank and in hand, beginning of year		818,653	505,071	801,910
Effect of exchange rate fluctuations on cash held		-	-	-
Cash at bank and in hand, end of year		<u>958,893</u>	<u>818,653</u>	<u>945,681</u>
Cash and Cash Equivalents				
This comprises:		-	-	-
Cash at bank and in hand		500,258	199,293	487,046
Fixed deposit		114,484		114,484
Treasury Bills		344,151	619,360	344,151
		958,893	818,653	945,681

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

1. Reporting entity

Nigerian Aviation Handling Company PLC ("nahco aviance" or "the Company") is a company domiciled in Nigeria with its registered office at Murtala Muhammed International Airport, Ikeja, Lagos. The consolidated financial statements of the Company for the period ended 30 September 2013 comprise the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities"). The Group is primarily involved in provision of services including aircraft handling, cargo handling, passenger handling, passenger profiling, crew transportation, energy and power distribution and leasing of ground handling equipment.

2. Basis of preparation

(a) Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).

The financial statements were authorised for issue by the directors on 24th October 2013.

(b) Functional and presentation currency

These financial statements are presented in Nigerian Naira, which is the Group's functional currency.

Except as indicated, financial information presented in Naira has been rounded to the nearest thousand.

(c) Basis of measurement

These financial statements are prepared on the modified historical cost basis.

(d) Use of estimates and judgements

The preparation of financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Basis of Consolidation

Subsidiaries

Subsidiaries are entities controlled by the Group. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Transactions eliminated on consolidation

Intra- company balances, and income and expenses (except for foreign currency translation gains or losses) arising from intra- company transactions, are eliminated in preparing the consolidated financial statements. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

(b) Foreign currency

Foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currencies of Group entities at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at each reporting date are retranslated to the functional currency at exchange rates as at that date. The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the year, adjusted for effective interest and payments during the year, and the amortised cost in the functional currency translated at the exchange rate at the end of the year.

(c) Property, plant and equipment

Recognition and measurement

Items of property, plant and equipment are carried at cost less accumulated depreciation and impairment losses. Cost includes expenditures that are directly attributable to the acquisition of the asset. The attributable cost of each asset is transferred to the relevant asset category immediately the asset is available for use and depreciated accordingly.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Purchased software that is integral to the functionality of the related equipment is capitalised as part of the equipment.

Any gain or loss on disposal of an item of property, plant and equipment (calculated as the difference between the net proceeds from disposal and the carrying amount of the item) is recognised in profit and loss.

Subsequent costs

The cost of replacing part of an item of property or equipment is recognised in the carrying amount of the item if it is probable that future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably.

The carrying amount of the replaced component is derecognised. The costs of the day-to-day servicing of property and equipment are recognised in profit or loss as incurred.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

Depreciation

Depreciation is recognised in profit or loss on a straight-line basis to write down the cost of each asset, to their residual values over the estimated useful lives of each part of an item of property and equipment. Leased assets under finance lease are depreciated over the shorter of the lease term and their useful lives. Items of property, plant and equipment are depreciated from the date that they are installed and are ready for use, or in respect of internally constructed assets, from the date the asset is completed and available for use. Depreciation ceases at the earlier of the date that the asset is derecognised or classified as held for sale in accordance with IFRS 5. A non-current asset or disposal group is not depreciated while it is classified as held for sale.

The estimated useful lives for the current and comparative period are as follows:

Buildings	50 years
Land	Over the lease period
Computer hardware	3-10 years
Furniture, fittings & equipment	2-10 years
Motor vehicles	4 years
Plant and machinery	5-15 years
Capital work-in-progress	Not depreciated

Depreciation methods, useful lives and residual values are reviewed at each financial year- end and adjusted if appropriate.

De-recognition

An item of property and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the (asset) is included in profit or loss in the year the asset is derecognised.

(d) Intangible assets

Intangible assets comprise softwares that are not integral part of the related hardware. The intangible assets have finite useful lives and are measured at cost less accumulated amortisation and accumulated impairment losses.

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in profit or loss as incurred.

Intangible assets acquired separately

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each annual reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

Derecognition of intangible assets

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in profit or loss when the asset is derecognised.

Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(e) Inventories

Inventories are shown at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. The cost of inventories is determined on the basis of specific identification of their individual costs.

(f) Financial Instruments

(i) Recognition

Non-derivative financial instruments- recognition and measurement

Non derivative financial instruments comprise trade receivables, other receivables, amounts due from related parties, cash and cash equivalents, loans and borrowings, amounts due to related parties, trade payables and other payables. Financial instruments are initially recognised at fair value, plus attributable transaction costs for instruments not at fair value through profit or loss. Subsequent to initial recognition, financial instruments are measured as described below.

Cash and cash equivalents

Cash and cash equivalents comprise of cash, bank balances and call deposits with original maturities of three months or less.

Trade and other payables

Trade and other payables are stated at amortised cost using the effective interest method. Short-duration other payables with no stated interest rate are measured at original invoice amount unless the effect of imputing interest would be significant.

Other

Other non-derivative financial instruments which comprise of loans and receivables, and other financial liabilities are measured at amortised cost using the effective interest method, less any impairment losses. Short-term trade receivables, other receivables, trade payables and other payables with no stated interest rate are carried at original invoice amounts where the effect of discounting is not significant.

(ii) Derecognition

The Group derecognises a financial asset when the contractual rights to cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred, or has assumed an obligation to pay those cashflows to one or more recipients, subject to certain criteria.

Any interest in transferred financial assets that is created or retained by the Group is recognised as a separate asset or liability.

The Group derecognises a financial liability when its contractual obligations are discharged, cancelled or expire. Where the Group enters into transactions under which it transfers assets recognised on its statement of financial position, but retains either all risks and rewards of the transferred assets or a portion of them, then the transferred assets are not derecognised from the statement of financial position if all or substantially all risks and rewards are retained. In transactions where the Group neither retains nor transfers substantially all the risks and rewards of ownership of a financial asset, it derecognises the asset if control over the asset is lost.

The rights and obligations retained in the transfer are recognised separately as assets and liabilities as appropriate. In transfers where control over the asset is retained, the Group continues to recognise the asset to the extent of its continuing involvement, determined by the extent to which it is exposed to changes in the value of the transferred asset.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

(g) Share Capital

Ordinary Shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares and share options are recognised as deductions from equity, net of any tax effects.

Dividend on ordinary shares

Dividends on the Group's ordinary shares are recognised in equity in the period in which they are paid or, if earlier, approved by the Group's shareholders.

(h) Taxation

Income tax on the profit or loss for the year comprises current tax. Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted at the balance sheet date and any adjustment required for prior period.

Deferred tax is recognised in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying values for financial reporting purposes. Deferred tax is not recognised for the temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss. Currently enacted tax rates are used to determine deferred tax. Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised.

(i) Impairment

Financial assets

A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of the asset.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the original effective interest rate.

Individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics. All impairment losses are recognised in profit or loss.

Non-financial assets

The carrying amounts of the Group's non-financial assets, other than inventories, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

The recoverable amount of an asset is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset.

An impairment loss is recognised if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognised in profit or loss.

Impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine its recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

(j) Non-current assets held for sale

Non-current assets (or disposal groups comprising assets and liabilities) that are expected to be recovered primarily through sale rather than through continuing use are classified as held for sale. Immediately before classification as held for sale, the assets (or components of a disposal group) are measured in accordance with the Group's accounting policies. Thereafter, the assets (or disposal group) are measured at the lower of their carrying amount and fair value less cost to sell. Impairment losses on initial classification as held for sale and subsequent gains or losses on remeasurement are recognised in profit or loss. Gains are not recognised in excess of any cumulative impairment loss.

(k) Employee benefits

Defined contribution plans

A defined contribution plan is a post employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an employee benefit expense in profit or loss when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

Short-term benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

A liability is recognised for the amount expected to be paid under short-term cash bonus plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(l) Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

(m) Revenue recognition

Services

Revenue from services rendered is recognised in profit and loss in proportion to the stage of completion of the transaction at the reporting date. The stage of completion is assessed by reference to services performed to date as a percentage of total services to be performed.

The Group is involved in aviation cargo, aircraft handling, crew and passenger transportation service delivery and power distribution. When the services under a single arrangement are rendered in different reporting periods, the consideration is allocated on a relative fair value basis between the services.

Rental income

Rental income from investment property is recognised as revenue on a straight line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income, over the term of the lease. Rental income from other property is recognised as other income.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

(n) Finance income and expense

Finance income comprise of interest on funds invested. Finance costs comprise interest expense on borrowings, exchange differences on financial instruments and bank charges.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in the profit and loss using the effective interest method.

Foreign currency gains and losses are reported on a net basis as either finance income or finance cost depending on whether foreign currency movements are in a net gain or net loss position except for foreign currency translation differences recorded in other comprehensive income.

(o) Leased assets

Leases in term of which the Company assumes substantially all the risks and rewards of ownership are classified as finance leases. Upon initial recognition, the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

(p) Lease Payments

Payments made under operating leases are recognised in profit and loss on a straight-line basis over the term of the lease.

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Determining whether an arrangement contains a lease

At inception of an arrangement, the Company determines whether such an arrangement is or contains a lease. A specific asset is the subject to a lease if fulfilment of the arrangement is dependent on the use of that specified asset. An arrangement conveys the right to use the asset if the arrangement conveys to the Company the right to control the use of the underlying asset.

At inception or upon reassessment of the arrangement, the Group separates payments and other considerations required by such an arrangement into those for other elements on the basis of their relative fair values. If the Group concludes for a finance lease that it is impracticable to separate the payments reliably, then an asset and a liability are recognised at an amount equal to the fair value of the underlying asset. Subsequently the liability is reduced as payments are made and an imputed finance charge on the liability is recognised on a straight line.

(q) Investment property

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production of goods and services or for administrative purposes. Investment property is measured at cost less accumulated depreciation and impairment loss. Cost includes expenditure that is directly attributable to the acquisition of the investment property. Investment property held by the Group is depreciated over the estimated useful life of 50 years. Fair values are determined at the end of the reporting period and disclosed.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

(r) Earnings per share

The Group presents basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Group by the weighted average number of ordinary shares outstanding during the period.

(s) New standards and interpretations not adopted

A number of new standards, amendments to standards, and interpretations are effective for annual period beginning after 31 December 2012, and have not been applied in preparing these consolidated financial statements. None of these is expected to have significant effect on the consolidated financial statements of the group except for IFRS 9 Financial Instruments, which becomes mandatory for the Group's 2015 consolidated financial statements and could change the classification and measurement of financial assets. The Group does not plan to adopt this standard early and the extent of the impact has not been determined.

4. Determination of fair values

A number of the Company's accounting policies and disclosures require the determination of fair value, both for financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods.

Trade and other receivables

The fair value of trade and other receivables is estimated as the present value of the future cash flows, discounted at the market rates of interest at the reporting date. For trade and other receivables with a remaining life of less than one year, the notional amount is deemed to reflect the fair value.

Other non-derivative financial liabilities

Fair value which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rates of interest at the reporting date. For trade and other creditors with a remaining life of less than one year, the notional amount is deemed to reflect the fair value.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

5. Revenue

The Company's revenue represents the amount invoiced to customers for passenger handling, ground handling and cargo less trade discounts but excluding value added tax.

	Group			Company		
	Sep-13	Sep-12	Dec-12	Sep-13	Sep-12	Dec-12
	N'000	N'000	N'000	N'000	N'000	N'000
Passenger handling	1,822,675	2,501,173	3,368,603	1,822,675	2,501,173	3,368,603
Cargo handling	3,755,704	2,576,449	3,757,181	3,755,704	2,576,449	3,757,181
Equipment rental and maintenance	206,679	183,240	270,310	206,679	183,240	270,310
Total	<u>5,785,058</u>	<u>5,260,862</u>	<u>7,396,094</u>	<u>5,785,058</u>	<u>5,260,862</u>	<u>7,396,094</u>

Passenger Handling: Income from passenger handling includes invoices raised for check in formalities, passenger profiling, security and baggage handling (loading and offloading)

Cargo Handling: These include invoices raised for; cargo documentation services for airlines, import and export cargo facilitation through Nigeria's biggest network of customs bonded warehouses in Lagos, Kano, Abuja and Port-harcourt, using Hermes computerisation system, which ensures safe storage and easy retrieval of cargoes.

Equipment rental and maintenance: In the past two years, the Group had invested heavily in procurements of GSE's (Ground Support Equipments). These are leased to airlines and other companies operating at the airport.

6 Other gains and losses

	Group			Company		
	Sep-13	Sep-12	Dec-12	Sep-13	Sep-12	Dec-12
	N'000	N'000	N'000	N'000	N'000	N'000
Rental income	127,092	120,402	165,585	127,092	120,402	165,585
Insurance claim	0	0	0	0	0	0
Income from advertisements	0	0	0	0	0	0
Sundry Income	375,386	40,314	57,479	375,386	40,314	57,479
Bad debt written off	0	0	(18,116)	0	0	(18,116)
Obsolete Stock		1,147			1,147	
Impairment loss / (Receivables)	0	(170,767)	(80,531)	0	(170,767)	(80,531)
(Loss)/ Profit on disposal	524	-	(13,259)	524	-	(13,259)
	<u>503,002</u>	<u>(8,904)</u>	<u>111,158</u>	<u>503,002</u>	<u>(8,904)</u>	<u>111,158</u>

7 Finance income and expense

	Group			Company		
	Sep-13	Sep-12	Dec-12	Sep-13	Sep-12	Dec-12
	N'000	N'000	N'000	N'000	N'000	N'000
Finance income:						
Foreign exchange (loss)/ Gain on non-current lc	(52)	-	(4,801)	(52)	-	(4,801)
Interest income on bank deposits	79,964	4,274	40,721	79,964	4,274	40,721
	<u>79,912</u>	<u>4,274</u>	<u>35,920</u>	<u>79,912</u>	<u>4,274</u>	<u>35,920</u>
Interest expense on financial liabilities measured at amortised cost	-	-	-	-	-	-
Bank charges	45,756	-	41,847	8,399	-	23,233
Interest on term loan	224,220	224,324	163,042	224,220	224,324	163,042
Other Bond charges	(31,602)	17,825		(31,602)	17,825	-
Finance expense	<u>238,374</u>	<u>242,149</u>	<u>204,889</u>	<u>201,017</u>	<u>242,149</u>	<u>186,275</u>
Net finance costs	<u>(158,462)</u>	<u>(237,875)</u>	<u>(168,969)</u>	<u>(121,105)</u>	<u>(237,875)</u>	<u>(150,355)</u>

The above finance income and finance expense relate to income and expense on financial assets and liabilities not at fair value through profit or loss.

Notes to the consolidated and separate financial statements
For the period ended 30 September, 2013

8. Taxation

(a) The tax charge for the year comprises:

	Group			Company		
	Sep-13	Sep-12	Dec-12	Sep-13	Sep-12	Dec-12
	N'000	N'000	N'000	N'000	N'000	N'000
Company income tax	266,990	329,847	142,000	266,990	329,847	142,000
Education tax	20,940	21,990	29,000	20,940	21,990	29,000
(Over provision)/under provision in prior year	-	-	(2,834)	-	-	(2,834)
Deferred tax	-	-	(25,000)	-	-	(25,000)
	<u>287,930</u>	<u>351,837</u>	<u>143,166</u>	<u>287,930</u>	<u>351,837</u>	<u>143,166</u>

(b) The movement on the current tax payable account during the year was as follows:

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	N'000	N'000	N'000	N'000
Balance, beginning of year	342,172	523,412	342,172	523,412
Charge for the year (Note(a))	287,930	168,166	287,930	168,166
Payments made during the year	(55,802)	(349,406)	(55,802)	(349,406)
Balance, end of year	<u>574,300</u>	<u>342,172</u>	<u>574,300</u>	<u>342,172</u>

(c) The movement on the deferred tax payable account during the year was as follows:

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	N'000	N'000	N'000	N'000
Balance, beginning of year	902,000	927,000	902,000	927,000
Charge for the year (Note(a))	-	(25,000)	-	(25,000)
Balance, end of period	<u>902,000</u>	<u>902,000</u>	<u>902,000</u>	<u>902,000</u>

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

9. Profit from continuing operations

Profit for the year from continuing operations is attributable to:

	Group			Company		
	<u>Sep-13</u>	<u>Sep-12</u>	<u>Dec-12</u>	<u>Sep-13</u>	<u>Sep-12</u>	<u>Dec-12</u>
	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>
Owners of the company	585,019	698,667	593,238	759,089	747,653	709,680
Non-controlling interests	54,666	13,518	16,066	-	-	-
	<u>639,685</u>	<u>712,185</u>	<u>609,304</u>	<u>759,089</u>	<u>747,653</u>	<u>709,680</u>

Profit for the year from continuing operations has been arrived at after charging (crediting):

(b) Impairment losses on financial assets

	Group			Company		
	<u>Sep-13</u>	<u>Sep-12</u>	<u>Dec-12</u>	<u>Sep-13</u>	<u>Sep-12</u>	<u>Dec-12</u>
	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>	<u>N'000</u>
Impairment loss recognised on trade receivables	<u>61,147</u>	<u>170,767</u>	<u>80,530</u>	<u>61,147</u>	<u>170,767</u>	<u>80,530</u>
Depreciation						
Depreciation of property, plant and equipment	534,165	579,064	634,123	587,998	579,064	634,123
Amortisation of intangible assets	22,973	25,460	32,902	25,460	26,266	32,902
Depreciation of investment property		17,605	6,967	17,605	17,605	6,967
	<u>557,138</u>	<u>622,129</u>	<u>673,992</u>	<u>631,063</u>	<u>622,935</u>	<u>673,992</u>

10. Basic earnings per share

The calculation of basic earnings per share at 30 September 2013 was based on the earnings attributable to ordinary shareholders of N640 million (31 December 2012: N609 million) and on ordinary shares of 1,476,562,500 of N0.50 each being the weighted average number of ordinary shares in issue during the year.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

11. Employee benefits expenses

(a) Employee benefit expenses comprise wages, salaries and pension costs as follows:

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	N'000	N'000	N'000	N'000
Payroll cost	2,327,826	2,480,353	2,327,826	2,480,353
Pension costs	82,226	186,023	82,226	186,023
Termination benefits	362	155,920	362	155,920
Medicals	33,495	45,535	33,495	45,535
Training	122,467	153,239	122,467	153,239
Staff participatory Scheme	60,367	53,851	60,367	53,851
Industrial Training Fund	48,000	31,873	48,000	31,873
	<u>2,674,743</u>	<u>3,106,794</u>	<u>2,674,743</u>	<u>3,106,794</u>

(i)

Employees of the Group, whose duties were wholly or mainly discharged in Nigeria, received remuneration in excess of N600,000 (excluding pension contributions and certain benefits) during the period, were as follows:

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	Number	Number	Number	Number
N600,001 - N700,000	331	305	331	305
N700,001 - N800,000	258	286	258	286
N801,001 - N900,000	188	159	188	159
N900,001 - N950,000	62	75	62	75
N950,001 - Above	899	852	899	852
	<u>1,738</u>	<u>1,677</u>	<u>1,738</u>	<u>1,677</u>

(ii) The average number of full time persons

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	Number	Number	Number	Number
Operations	1,518	1,476	1,518	1,476
Administration	220	201	220	201
	<u>1,738</u>	<u>1,677</u>	<u>1,738</u>	<u>1,677</u>

(c) Directors' remuneration:

Remuneration paid to directors of the Group (excluding pensions) was as follows:

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	N'000	N'000	N'000	N'000
Directors' fees	22,500	30,000	22,500	30,000
Other expenses	82,407	31,043	82,407	31,043
Other emoluments	12,037	66,753	12,037	66,753
Retirements	-	35,398	-	35,398
Participatory scheme	8,876	9,503	8,876	9,503
	<u>125,820</u>	<u>172,697</u>	<u>125,820</u>	<u>172,697</u>

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

12. Property, plant and equipment

	Land N'000	Building N'000	Plant & Machinery N'000	Motor Vehicles N'000	Computer Equipment N'000	Furniture & Equipment N'000	Capital WIP N'000	Total N'000
GROUP AND COMPANY								
COST								
At 1 January 2013	2,916	3,403,994	6,605,979	393,401	726,439	283,612	77,367	11,493,708
Additions	229	39,274	50,679	36,110	24,044	19,804	-	170,140
Disposals	-	(4,922)	-	-	-	(1,842)	-	(6,764)
IFRS adjustments								-
Reclassifications	-	29,476	6,157		590		(36,223)	-
Write-offs	-	-	-	-	-	-	-	-
At 30 September 2013	<u>3,145</u>	<u>3,467,822</u>	<u>6,662,815</u>	<u>429,511</u>	<u>751,073</u>	<u>301,574</u>	<u>41,144</u>	<u>11,657,084</u>
Depreciation								
At 1 January 2013	444	426,440	2,109,287	287,951	583,981	184,344	-	3,592,447
Charge for the year	7	36,046	414,049	49,604	73,070	27,600	-	600,376
Disposals		(1,028)	-	-	-	(1,687)	-	(2,715)
IFRS Adjustments								-
Write-offs	-	-	-	-	-	-	-	-
At 30 September 2013	<u>451</u>	<u>461,458</u>	<u>2,523,336</u>	<u>337,555</u>	<u>657,051</u>	<u>210,257</u>	<u>-</u>	<u>4,190,108</u>
NET BOOK VALUE								
At 1 January 2013	<u>2,472</u>	<u>2,977,554</u>	<u>4,496,692</u>	<u>105,450</u>	<u>142,458</u>	<u>99,268</u>	<u>77,367</u>	<u>7,901,261</u>
At 30 September 2013	<u>2,694</u>	<u>3,006,364</u>	<u>4,139,479</u>	<u>91,956</u>	<u>94,022</u>	<u>91,317</u>	<u>41,144</u>	<u>7,466,976</u>

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

13. Intangible assets

	Group		Company	
	<u>Sep-13</u>	<u>Dec-12</u>	<u>Sep-13</u>	<u>Dec-12</u>
	N'000	N'000	N'000	N'000
Cost				
Balance at 1 January	276,945	275,126	276,945	275,126
Acquisitions	83,124	1,819	83,124	1,819
Balance at 30 September/ December	360,069	276,945	360,069	276,945
Amortisation				
Balance at 1 January	162,022	129,120	162,022	129,120
Amortisation for the year	25,461	32,902	25,461	32,902
Balance at 30 September/ December	187,483	162,022	187,483	162,022
Carrying amounts				
At 1 January	114,923	114,923	114,923	114,923
Balance at 30 September/ December	172,586	202,168	172,586	202,168

14. Investment property

	Group		Company	
	<u>Sep-13</u>	<u>Dec-12</u>	<u>Sep-13</u>	<u>Dec-12</u>
	N'000	N'000	N'000	N'000
Cost				
Balance at 1 January	346,829	340,696	346,829	340,696
Additions	-	6,133	-	6,133
Disposals				
Balance at 30 September/ December	346,829	346,829	346,829	346,829
Depreciation				
Balance at 1 January	208,031	201,064	208,030	201,064
Charge for the year	5,225	6,967	5,225	6,967
Disposals				
At 30th September/ December	213,256	208,031	213,255	208,031
Carrying amounts				
At 1 January	138,798	139,632	138,799	139,632
At 30th September/ December	133,574	138,798	133,574	138,798

The fair value of the investment property as at 31 December 2012 was N636 Million. Total revenue from the investment property as at September, 2013 is N127 million.

Notes to the consolidated and separate financial statements

For the period ended 30 September, 2013

15. Investment in subsidiaries

	Company	
	Sep-13	Dec-12
	N'000	N'000
Shares in subsidiaries:		
Nahco FTZ Limited	10,000	10,000
Nahco Energy and Power Limited	25,500	25,500
Balance at 30 September/ December	35,500	35,500
Carrying amounts		
At 1 January	35,500	35,500
At 30th September	35,500	35,500

Details of the Group's subsidiaries at the end of the reporting period are as follows:

Name of subsidiary	Principal activity	Place of Incorporation	Proportion of ownership interest and voting power held by the group
Nahco FTZ Limited	Leasing of ground handling equipment	Nigeria	100%
Nahco Energy and Power Limited	Energy and power distribution	Nigeria	63%

16. Other non current assets

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	N'000	N'000	N'000	N'000
Other non current assets comprise of:				
Bond repayment fund	1,168,802	625,327	1,168,802	625,327
Balance at the end of the period	1,168,802	625,327	1,168,802	625,327
Carrying amounts				
At 1 January	625,327	107,500	625,327	107,500
	-	-	-	-

The balance on this account represents the amount available in the Debt Service Reserve Account for the eventual repayment of the principal amount of the Bond.

Notes to the consolidated and separate financial statements
For the period ended 30 September, 2013

17. Inventories

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	N'000	N'000	N'000	N'000
Spare parts	119,062	40,985	119,062	40,985
Stationery	110,679	3,414	110,679	3,414
Medical	634	1,646	634	1,646
Oil & Lubricants	1,426	-	1,426	-
Diesel	20,473	-	20,473	-
	252,274	46,045	252,274	46,045

Spare parts consumed during the year of N83 million (2012: N70 million) is recognised in profit or loss.

18. Prepayments

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	N'000	N'000	N'000	N'000
Prepayments comprise:				
Short term portion of prepaid rent	1,820	2,434	1,820	2,434
Prepaid insurance	42,548	42,663	42,548	42,663
Others	402,467	70,126	402,467	70,126
	446,835	115,223	446,835	115,223

19. Trade and other receivables

	Group		Company	
	Sep-13	Dec-12	Sep-13	Dec-12
	N'000	N'000	N'000	N'000
Trade and other receivables comprise:				
Trade receivables (Note 30)	506,550	553,887	506,550	553,887
Deposit for fixed assets	307,283	165,672	307,283	165,672
With holding tax receivable	585,988	470,184	585,988	470,184
Other receivables	141,591	3,510	9,692	3,510
	1,541,412	1,193,253	1,409,513	1,193,253

Trade receivables are invoices on ground handling services issued to customers net of taxes and impairment on the debts.

Amount recorded as deposit for assets are payments made for assets that are yet to be delivered as at the reporting dates.

Withholding tax receivables are deductions made by our customers that we are yet to get withholding tax credit notes for.

Notes to the consolidated and separate financial statements
For the period ended 30 September, 2013

20 Intercompany receivables

	Company	
	Sep-13 N'000	Dec-12 N'000
FTZ	92,369	79,767
Power and energy	138,328	110,512
	<u>230,697</u>	<u>190,279</u>

Intercompany receivables are payments made on behalf of the subsidiaries, NAHCO FTZ and NAHCO Energy & Power. The subsidiaries have been informed and the company expects to get value once the subsidiaries start generating income.

Intercompany receivables are nilled off in the consolidated accounts of the Group.

21 Cash and cash equivalents

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Bank and cash balances	500,258	199,293	487,046	182,550
Treasury Bills	344,151	569,360	344,151	569,360
Fixed deposits	114,484	50,000	114,484	50,000
	<u>958,893</u>	<u>818,653</u>	<u>945,681</u>	<u>801,910</u>

Included in Bank Cash balances are amounts denominated in foreign currencies amounting to N42,033,200

22 Share Capital

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
(a) authorised ordinary shares of 50 kobo each	750,000	750,000	750,000	750,000
Called-up and fully paid ordinary				
(b) share capital:				
ordinary shares of 50 kobo each	<u>738,281</u>	<u>738,281</u>	<u>738,281</u>	<u>738,281</u>

All shares rank equally with regard to the company's residual assets.

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

23 Share premium

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Balance at the end of the period	<u>1,914,758</u>	<u>1,914,758</u>	<u>1,914,758</u>	<u>1,914,758</u>

Share premium is the excess paid by shareholders over the nominal value for their shares.

Notes to the consolidated and separate financial statements
For the period ended 30 September, 2013

24 Dividend reserves

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Balance, beginning of year	369,141	307,617	369,141	307,617
Dividend proposed	-	-	-	-
Paid during the year	(369,141)	(307,617)	(369,141)	(307,617)
Balance at the end of the quarter	-	-	-	-

Dividend reserves represent dividend proposed by the Boards of Directors during the year.

25 Retained earnings

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Balance, beginning of year	2,829,734	2,343,478	2,998,121	2,411,488
Payment of dividend/ Bonus	-	(123,047)	-	(123,047)
Dividend paid	(369,141)	-	(369,141)	-
Profit for the period/year	639,685	609,303	759,089	709,680
	3,100,278	2,829,734	3,388,069	2,998,121

Retained earnings represent the carried forward recognised income net of expenses plus current period result

26 Non controlling interests

	Group	
	Sep-13 N'000	Dec-12 N'000
Balance at the beginning of the year	(41,009)	15,000
Share of current losses	(54,665)	(56,009)
Balance at the end of the period	(95,674)	(41,009)

27 Loans and borrowings

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Unsecured at amortised cost:				
Balance at the beginning	2,131,211	2,110,958	2,131,211	2,110,958
Amortisation	(55,290)	20,253	(55,290)	20,253
Loan Nahco FTZ Ltd	130,071	-	-	-
Closing Balance	2,205,992	2,131,211	2,075,921	2,131,211

In September 2010, the Company obtained an approval for a N5billion bond, out of which N2.15billion has been drawn, to finance the expansion and modernisation of the warehouse as well as acquisition of state of the art Ground Support Equipment (GSE). The equipment have been delivered to the company while the work on warehouse has been completed and commissioned.

In line with IFRS, the company, with the use of an "effective rate analysis" adopted the fair value model for the disclosure of the bond.

The cost of the loan is N2.15billion.

A subsidiary, Nahco FTZ Ltd also obtained a loan of N130 million from Stanbic IBTC, to finance its operation during the year, 2013.

Notes to the consolidated and separate financial statements
For the period ended 30 September, 2013

28 Trade and other payables

Trade and other payables comprise:

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Trade payables	210,750	21,932	210,390	21,932
Other payables	2,542,678	1,990,969	2,410,729	1,990,609
	2,753,428	2,012,901	2,621,119	2,012,541

28.1 Other payables

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Bond repayment	174,323	189,620	174,323	189,620
Mgt. Support Agreement fee	67,933	76,873	67,933	76,873
Amount due to Govt agencies	352,744	425,584	352,744	425,584
Concession fee; FAAN rental & service charge	613,678	844,426	613,678	844,426
Other Accruals	1,020,764	234,594	888,816	234,234
Industrial Training Fund	58,206	31,206	58,206	31,206
Staff Participatory Scheme	69,212	70,666	69,212	70,666
Performance Bonus	185,817	118,000	185,817	118,000
	2,542,677	1,990,969	2,410,729	1,990,609

29 Deferred income/revenue

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Short term deferred income	47,990	123,435	47,990	123,435
	47,990	123,435	47,990	123,435
Long term deferred income	0	0	0	0
	47,990	123,435	47,990	123,435

30 Impairment losses

The aging of trade receivables at the reporting date was:

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Not past due	444,149	458,859	444,149	458,859
Past due 31-60 days	104,714	72,067	104,714	72,067
Past due 60-180 days	111,946	82,181	111,946	82,181
More than 180 days	714,399	697,700	714,399	697,700
	1,375,208	1,310,807	1,375,208	1,310,807
Unapplied receipt	(50,590)		(50,590)	
Impairment	(818,068)	(756,920)	(818,068)	(756,920)
	506,550	553,887	506,550	553,887

The movement in the allowance for impairment in respect of trade receivables during the year was as follows:

	Group		Company	
	Sep-13 N'000	Dec-12 N'000	Sep-13 N'000	Dec-12 N'000
Balance at 1 January	(756,921)	(676,390)	(756,921)	(676,390)
Impairment losses recognised	(61,147)	(80,530)	(61,147)	(80,530)
Balance at 30 September/December	(818,068)	(756,920)	(818,068)	(756,920)

The impairment on trade receivables were in respect of trade receivables for which the Group has determined that there are objective indicators of impairment. Impairment losses have been recognised based on the difference between the carrying amounts and the present value of the estimated future cash flows on these receivables. The Group holds no collateral in respect of its trade receivables. Impairment loss on trade receivables is recognised in profit or loss.