

**NASD PLC
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

NASD PLC
Unaudited Statement of Comprehensive Income
For the period ended 30 September 2020

	Note	2020		2019	
		1 Jul -30 Sept N'000	1 Jan -30 Sept N'000	1 Jul -30 Sept N'000	1 Jan -30 Sept N'000
Fees and commission income	5	14,301	115,682	9,257	64,662
Employee benefits and compensation costs	7	(22,653)	(67,955)	(22,081)	(64,178)
Other operating expenses	8	(17,787)	(64,137)	(24,023)	(66,340)
Operating profit/(loss)		(26,139)	(16,410)	(36,847)	(65,856)
Interest income	9	12,917	39,764	16,709	50,980
Other Income	6	-	-	-	890
Profit/(loss) before tax		(13,222)	23,354	(20,137)	(13,987)
Taxation	10	-	-	-	-
Profit/(loss) for the year		(13,222)	23,354	(20,137)	(13,987)
Profit/(loss) for the period		(13,222)	23,354	(20,137)	(13,987)
Profit/(Loss) per share (kobo)	11	(2.98)	5.26	(4.53)	(3.15)

NASD PLC
Unaudited Statement of financial position
as at 30 September 2020

		30 Sept 2020 N'000	31 December 2019 N'000
Assets:			
<i>Current assets</i>			
Cash and cash equivalents	12	308,535	70,826
Investment securities	13	-	281,075
Other assets	14	11,358	8,825
Total current assets		319,893	360,726
<i>Non-Current Assets</i>			
Investment securities	13	206,364	159,754
Intangible assets	15	14,645	3,129
Property and equipment	16	28,096	32,046
Deferred tax asset	17	105,163	105,163
Total non-current assets		354,268	300,092
Total assets		674,161	660,818
Liabilities:			
<i>Current Liabilities</i>			
Accounts payable	18	9,846	18,711
Current income tax	19	-	1,146
Total liabilities		9,846	19,857
Equity			
Share capital		444,204	444,204
Share premium		288,214	288,214
Accumulated losses	22	(68,103)	(91,457)
Total equity		664,315	640,961
Total liabilities and equity		674,161	660,818



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Bola Ajomale
Managing Director/Chief Executive Officer
FRC/2014/CISN/00000005778

NASD PLC**Unaudited Statement of changes in Equity****For the period ended 30 September 2020**

	Share capital N'000	Share premium N'000	Accumulated losses N'000	Total N'000
As at 1 January 2019	444,204	288,214	(136,508)	595,910
Profit before tax	-	-	45,051	45,051
As at 31 December 2019	444,204	288,214	(91,457)	640,961
As at 1 January 2020	444,204	288,214	(91,457)	640,961
Profit before tax	-	-	23,354	23,354
As at 30 Sept 2020	444,204	288,214	(68,103)	664,315

The accompanying notes form an integral part of these financial statements

NASD PLC
Statement of Cash flows
For the period ended 30 September 2020

		30 Sept 2020 N'000	30 Sept 2019 N'000
	Notes		
Operating activities			
Cash used in operations	24	(20,356)	(54,723)
Tax paid	19	-	-
Net cash used in operating activities		(20,356)	(54,723)
Investing activities			
Purchase of government securities (Bonds, T-Bills, Sukuk)		(100,000)	(239,775)
Proceeds from redemption of treasury bills		334,989	240,000
Purchase of property and equipment	16	(1,666)	(31,825)
Purchase of intangible assets	15	(13,353)	-
Proceeds from sale of property and equipment		-	890
Interest received		38,094	12,737
Net cash generated from investing activities		258,064	(17,973)
Financing activities			
Proceeds from rights issue		-	-
Net cashflow from financing activities		-	-
(Decrease)/Increase in cash and cash equivalents		237,709	(72,696)
Cash and cash equivalents at start of year		70,826	96,104
Cash and cash equivalents at end of period		308,535	23,408

The accompanying notes form an integral part of these financial statements

NASD PLC
Notes to the financial statements
For the period ended 30 September 2020

Significant accounting policies

Notes 1 to 4 relates to accounting policies and IFRS compliance statements.

The principal accounting policies applied in the preparation of these financial statements are in consistence with those of the last annual financial statements, with the exception of depreciation on Motor Vehicle for which life-span has been changed from 4 years to 6 years for all newly purchased vehicles effective 2019.

	30 Sept	30 Sept
	2020	2019
	N'000	N'000
5 Fees and commission income		
Trading commission	96,712	44,576
Registration fees	17,370	17,671
Data Related Fees	600	700
Settlement Bank Fees	1,000	1,000
Advertising Fees	-	165
Companies Listing	-	350
NASDep	-	200
	115,682	64,662
6 Other Income		
Gains from Asset Disposal	-	890
	-	-
	-	890
7 Employee benefits and compensation costs		
Salaries and wages	62,749	59,383
Pension cost	5,206	4,795
	67,955	64,178
8 Other operating expenses		
Trading costs	1,568	3,000
Marketing expenses	4,738	5,802
CSR Expenses (Covid-19 Intervention Fund)	5,000	-
Professional Membership Subscription	575	473
Consultancy fees	6,864	6,539
Sponsorship Expenses	273	-
Rent	7,979	7,875
Service charge	4,500	4,500
Depreciation (note 15)	5,616	4,763
Amortisation (note 14)	1,837	3,792
Annual general meeting expense	2,923	2,223
Travelling expenses	268	2,076
Insurance expense	3,262	3,325
Training expenses	857	691
Auditor's remuneration	2,824	2,756
Meetings, Conference and seminars	500	1,123
Printing and stationeries	828	972
Directors Fees	3,435	-
General and administrative expenses	10,290	16,429
	64,137	66,340
No non-audit services was provided to the Company during the period. (2018: Nil)		
9 Interest income		
Treasury bills	2,518	29,925
Money market placements	22,183	4,398
Bonds	11,789	16,657
FGN Sukuk	3,274	-
	39,764	50,980

NASD PLC
Notes to the financial statements
For the period ended 30 September 2020

10 Taxation	30 Sept 2020 N'000	31 December 2019 N'000
Deferred tax income(Note 17)	-	(10,887)
Minimum tax	-	1,146
Increase/(Decrease) in tax charge for the year	-	747
	<u>-</u>	<u>(8,994)</u>
Reconciliation of effective tax rate		
Profit/(Loss) before income tax	23,354	36,057
Non-deductible expenses	-	13,773
Tax exempt income	-	(61,469)
Taxable loss	<u>23,354</u>	<u>(11,639)</u>
Education tax	-	-
Minimum tax	-	1,146
Current tax on income for the year	-	1,146
Increase/(Decrease) in tax charge for the year	-	747
Deferred tax credit to income statement	-	(10,887)
Tax expense/(credit) for the year	<u>-</u>	<u>(8,994)</u>

The Company's income tax for 2019 would be determined after the profit figure is verified by the auditors due to its carried forward unrelieved losses situation (2018: nil). Minimum tax would be computed if situation persist for 2019.

11 Profit/(Loss) per share	30 Sept 2020	30 June 2019
Profit/(Loss) for the year attributable to shareholders (N'000)	<u>23,354</u>	<u>(13,987)</u>
Weighted average number of ordinary shares in issue (000)	<u>444,204</u>	<u>444,204</u>
Basic earning/(loss) per share (expressed in kobo per share)	<u>5.26</u>	<u>(3.15)</u>

12 Cash and cash equivalents	30 Sept 2020 N'000	31 December 2019 N'000
Cash	67	49
Balances with banks	12,463	12,786
Money market placements	296,005	57,991
	<u>308,535</u>	<u>70,826</u>

13 Investment securities	30 Sept 2020 N'000	31 December 2019 N'000
Bonds	103,090	159,754
Treasury bills	-	281,075
FGN Sukuk	103,274	-
	<u>206,364</u>	<u>440,829</u>
Current	-	281,075
Non-current	206,364	159,754
Total current and non current	<u>206,364</u>	<u>440,829</u>

NASD PLC
Notes to the financial statements
For the period ended 30 September 2020

	30 Sept 2020	31 December 2019
	N'000	N'000
14 Other assets		
Financial assets:		
Fee receivables	4,589	4,589
	4,589	4,589
Non financial assets:		
Prepaid rent	9,771	5,500
Prepaid insurance	912	1,938
Other prepaid expenses	676	1,387
	15,947	13,414
Impairment provision	(4,589)	(4,589)
	11,358	8,825
Current	11,358	10,500
	30 Sept 2020	31 December 2019
	N'000	N'000
Movement impairment provision		
Balance as at 1 January	4,589	5,099
Write back for the year	-	(510)
Balance at 31 December	4,589	4,589

15 Intangible assets

Cost	Computer software	Trading software	Work in progress	Total
	N'000	N'000		
As at 1 January 2020	370	13,715	-	14,085
Addition	-	-	13,353	13,353
As at 30 September 2020	370	13,715	13,353	27,438
Accumulated amortisation				
As at 1 January 2020	370	10,586	-	10,956
Charge for the year	-	1,837	-	1,837
As at 30 September 2020	370	12,423	-	12,793
Net book value as at 30 September 2020	-	1,292	13,353	14,645
Cost	Computer software	Trading software	Work in progress	Total
	N'000	N'000		
As at 1 January 2019	370	13,399	-	13,769
Addition	-	316	-	316
As at 31 December 2019	370	13,715	-	14,085
Accumulated amortisation				
As at 1 January 2019	370	4,702	-	5,072
Charge for the year	-	5,884	-	5,884
As at 31 December 2019	370	10,586	-	10,956
Net book value as at 31 December 2019	-	3,129	-	3,129

NASD PLC

Notes to the financial statements

For the period ended 30 September 2020

16	Property and equipment	Motor	Office	Furniture	Computer	Total
		vehicles	equipment	and fittings	equipment	
		N'000	N'000	N'000	N'000	N'000
Cost						
	As at 1 Jan 2020	30,403	2,939	9,886	11,736	54,964
	Addition	-	-	-	1,666	1,666
	Disposal	-	-	-	-	-
	As at 30 September 2020	30,403	2,939	9,886	13,402	56,630
Accumulated depreciation						
	As at 1 Jan 2020	5,647	793	9,397	7,081	22,918
	Charge for the year	3,500	396	205	1,515	5,616
	Disposal	-	-	-	-	-
	As at 30 September 2020	9,147	1,189	9,602	8,596	28,534
Net book value						
	As at 30 September 2020	21,256	1,750	284	4,806	28,096
		Motor	Office	Furniture	Computer	Total
		vehicles	equipment	and fittings	equipment	
		N'000	N'000	N'000	N'000	N'000
Cost						
	As at 1 Jan 2019	11,303	353	9,849	10,243	31,748
	Addition	28,000	2,586	37	1,493	32,116
	Disposal	(8,900)	-	-	-	(8,900)
	As at 31 December 2019	30,403	2,939	9,886	11,736	54,964
Accumulated depreciation						
	As at 1 Jan 2019	10,545	314	9,124	5,184	25,167
	Charge for the year	4,002	479	273	1,897	6,652
	Disposal	(8,900)	-	-	-	(8,900)
	As at 31 December 2019	5,647	793	9,397	7,081	22,918
Net book value						
	As at 31 December 2019	24,756	2,145	489	4,655	32,046

17 Deferred tax asset

Deferred income taxes are calculated on all temporary differences under the liability method using an effective tax rate of 30% (2018: 30%).

	30 Sept 2020	31 December 2019
	N'000	N'000
At 1 January	(105,163)	(94,276)
Credited to profit and loss account	-	(10,887)
At 31 December	(105,163)	(105,163)

NASD PLC
Notes to the financial statements
For the period ended 30 September 2020

17.1 Deferred tax assets

Deferred income tax assets are attributable to the following items:

	30 Sept 2020	31 December 2019
	N'000	N'000
Property and equipment	(11,923)	(11,923)
Unutilised tax losses	(93,240)	(93,240)
	(105,163)	(105,163)

Deferred tax assets are recognised for tax loss carry-forwards to the extent that the realisation of the related tax benefit through future taxable profits is probable.

Deferred tax assets to be recovered after more than 12months	(105,163)	(105,163)
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	30 Sept 2020	31 December 2019
	N'000	N'000
18 Accounts payable		
Withholding tax payable	77	39
Accrued expenses	2,824	-
Other payables	6,945	18,672
	9,846	18,711
Current	9,846	18,711

	30 Sept 2020	31 December 2019
	N'000	N'000
19 Current income tax		
At 1 January	1,146	3,029
Payments made during the year	-	(3,029)
Charge for the year	-	1,146
Increase/(Decrease) in tax charge for the year	-	747
At Period end	1,146	1,893

	30 Sept 2020	31 December 2019
	N'000	N'000
20 Share Capital		
At 1 January	444,204	444,204
Additions during the year	-	-
At 31 December	444,204	444,204

	30 Sept 2020	31 December 2019
	N'000	N'000
21 Share Premium		
At 1 January	288,214	288,214
Additions during the year	-	-
At 31 December	288,214	288,214

NASD PLC
Notes to the financial statements
For the period ended 30 September 2020

22	Accumulated losses	30 Sept	31 December
		2020	2,019
		<hr/>	<hr/>
	Balance at beginning of year	(91,457)	(136,508)
	Profit/(Loss) for the period	23,354	45,051
		<hr/>	<hr/>
		(68,103)	(91,457)
23	Contingent liabilities		
24	Cash (used in)/generated from operations	30 Sept	30 Sept
		2020	2,019
		<hr/>	<hr/>
		N'000	N'000
	Profit before income tax	23,354	(13,987)
	Adjustments for		
	- Depreciation (Note 8)	5,616	4,763
	- Amortisation (Note 8)	1,837	3,792
	- Interest income (Note 9)	(39,764)	(50,980)
	- Profit on disposal of fixed asset	-	(890)
	- Impairment provision	-	-
	Changes in components of working capital		
	- Decrease/(Increase) in other assets	(2,533)	(652)
	-(Decrease)/Increase in payables	(8,865)	3,230
		<hr/>	<hr/>
		(20,356)	(54,723)