

**NASD PLC  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**NASD PLC**  
**Unaudited Statement of Comprehensive Income**  
**For the year ended 31 December 2020**

	Note	2020		2019	
		1 Oct -31 Dec N'000	1 Jan -31 Dec N'000	1 Oct -31 Dec N'000	1 Jan -31 Dec N'000
Fees and commission income	5	8,416	124,098	97,288	161,950
Employee benefits and compensation costs	7	(30,275)	(98,230)	(25,897)	(90,075)
Other operating expenses	8	(25,193)	(89,330)	(36,625)	(102,965)
Operating profit/(loss)		<b>(47,052)</b>	<b>(63,462)</b>	<b>34,766</b>	<b>(31,090)</b>
Interest income	9	12,063	51,828	14,767	65,747
Other Income	6	307	307	510	1,400
Profit/(loss) before tax		(34,683)	(11,328)	50,044	36,057
Taxation	10	-	-	8,994	8,994
<b>Profit/(loss) for the year</b>		<b>(34,683)</b>	<b>(11,328)</b>	<b>59,038</b>	<b>45,051</b>
<b>Profit/(loss) for the period</b>		<b>(34,683)</b>	<b>(11,328)</b>	<b>59,038</b>	<b>45,051</b>
<b>Profit/(Loss) per share (kobo)</b>	11	(7.81)	(2.55)	13.29	10.14

**NASD PLC**  
**Unaudited Statement of financial position**  
**as at 31 December 2020**

		31 December 2020 N'000	31 December 2019 N'000
<b>Assets:</b>			
<i>Current assets</i>			
Cash and cash equivalents	12	241,371	70,826
Investment securities	13	-	281,075
Other assets	14	12,365	8,825
<b>Total current assets</b>		<b>253,736</b>	<b>360,726</b>
<i>Non-Current Assets</i>			
Investment securities	13	207,225	159,754
Intangible assets	15	55,965	3,129
Property and equipment	16	26,188	32,046
Deferred tax asset	17	105,163	105,163
<b>Total non-current assets</b>		<b>394,541</b>	<b>300,092</b>
<b>Total assets</b>		<b>648,277</b>	<b>660,818</b>
<b>Liabilities:</b>			
<i>Current Liabilities</i>			
Accounts payable	18	18,644	18,711
Current income tax	19	-	1,146
<b>Total liabilities</b>		<b>18,644</b>	<b>19,857</b>
<b>Equity</b>			
Share capital		444,204	444,204
Share premium		288,214	288,214
Accumulated losses	22	(102,786)	(91,457)
<b>Total equity</b>		<b>629,633</b>	<b>640,961</b>
<b>Total liabilities and equity</b>		<b>648,277</b>	<b>660,818</b>



**Kolawole Jiboku**  
Head, Finance and Accounts  
FRC/2013/ICAN/00000003810



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

**NASD PLC****Unaudited Statement of changes in Equity****For the year ended 31 December 2020**

	<b>Share capital N'000</b>	<b>Share premium N'000</b>	<b>Accumulated losses N'000</b>	<b>Total N'000</b>
<b>As at 1 January 2019</b>	444,204	288,214	(136,508)	595,910
Profit before tax	-	-	45,051	45,051
<b>As at 31 December 2019</b>	<b>444,204</b>	<b>288,214</b>	<b>(91,457)</b>	<b>640,961</b>
<b>As at 1 January 2020</b>	444,204	288,214	(91,457)	640,961
Profit before tax	-	-	(11,328)	(11,328)
<b>As at 31 December 2020</b>	<b>444,204</b>	<b>288,214</b>	<b>(102,786)</b>	<b>629,633</b>

The accompanying notes form an integral part of these financial statements

**NASD PLC**  
**Statement of Cash flows**  
**For the year ended 31 December 2020**

		<b>31 December</b>	<b>31 December</b>
		<b>2020</b>	<b>2019</b>
	<b>Notes</b>	<b>N'000</b>	<b>N'000</b>
<b>Operating activities</b>			
Cash used in operations	<b>24</b>	(56,008)	(16,584)
Tax paid	<b>19</b>	(1,146)	(3,029)
Net cash used in operating activities		(57,154)	(19,613)
<b>Investing activities</b>			
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	<b>16</b>	(1,666)	(32,116)
Purchase of intangible assets	<b>15</b>	(56,067)	(316)
Proceeds from sale of property and equipment		-	890
Interest received		50,443	25,652
Net cash generated from investing activities		227,699	(5,665)
<b>Financing activities</b>			
Proceeds from rights issue		-	-
Net cashflow from financing activities		-	-
(Decrease)/Increase in cash and cash equivalents		170,545	(25,278)
Cash and cash equivalents at start of year		70,826	96,104
Cash and cash equivalents at end of period		241,371	70,826

The accompanying notes form an integral part of these financial statements

**NASD PLC**  
**Notes to the financial statements**  
**For the year ended 31 December 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.

	<b>31 December</b>	<b>31 December</b>
	<b>2020</b>	<b>2019</b>
	<b>N'000</b>	<b>N'000</b>
<b>5 Fees and commission income</b>		
Trading commission	103,278	138,633
Registration fees	19,220	20,719
Data Related Fees	600	700
Settlement Bank Fees	1,000	1,333
Advertising Fees	-	165
NASDep	-	400
	<b>124,098</b>	<b>161,950</b>
<b>6 Other Income</b>		
Gains from Asset Disposal	-	890
Provision no longer required	307	510
	<b>307</b>	<b>1,400</b>
<b>7 Employee benefits and compensation costs</b>		
Salaries and wages	91,325	83,648
Pension cost	6,905	6,427
	<b>98,230</b>	<b>90,075</b>
<b>8 Other operating expenses</b>		
Trading costs	2,049	1,563
Marketing expenses	6,073	6,733
CSR Expenses (Covid-19 Intervention Fund)	5,000	-
Professional Membership Subscription	575	473
Consultancy fees	13,668	8,760
Sponsorship Expenses	273	-
Rent	10,667	10,500
Service charge	6,000	6,000
Depreciation (note 15)	7,524	6,652
Amortisation (note 14)	3,231	5,884
Annual general meeting expense	2,923	2,223
Travelling expenses	295	2,357
Insurance expense	4,372	4,498
Training expenses	1,281	895
Auditor's remuneration	3,763	3,675
Meetings, Conference and seminars	154	7,020
Printing and stationeries	828	1,365
Directors Sitting Allowances	-	9,450
Directors Fees	3,960	6,825
General and administrative expenses	16,696	18,092
	<b>89,330</b>	<b>102,965</b>
No non-audit services was provided to the Company during the period. (2018: Nil)		
<b>9 Interest income</b>		
Treasury bills	51	40,479
Money market placements	30,253	4,950
Bonds	15,434	20,318
FGN Sukuk	6,090	-
	<b>51,828</b>	<b>65,747</b>

**NASD PLC**  
**Notes to the financial statements**  
**For the year ended 31 December 2020**

<b>10 Taxation</b>	<b>31 December 2020 N'000</b>	<b>31 December 2019 N'000</b>
Deferred tax income(Note 17)	-	(10,887)
Minimum tax	-	1,146
Increase/(Decrease) in tax charge for the year	-	747
	<b>-</b>	<b>(8,994)</b>
<b>Reconciliation of effective tax rate</b>		
Profit/(Loss) before income tax	(11,328)	36,057
Non-deductible expenses	-	13,773
Tax exempt income	-	(61,469)
Taxable loss	<b>(11,328)</b>	<b>(11,639)</b>
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	<b>-</b>	<b>(8,994)</b>

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.

<b>11 Profit/(Loss) per share</b>	<b>31 December 2020</b>	<b>31 December 2019</b>
Profit/(Loss) for the year attributable to shareholders (N'000)	(11,328)	45,051
Weighted average number of ordinary shares in issue (000)	444,204	444,204
Basic earning/(loss) per share (expressed in kobo per share)	<b>(2.55)</b>	<b>10.14</b>

<b>12 Cash and cash equivalents</b>	<b>31 December 2020 N'000</b>	<b>31 December 2019 N'000</b>
Cash	88	49
Balances with banks	20,795	12,786
Money market placements	220,489	57,991
	<b>241,371</b>	<b>70,826</b>

<b>13 Investment securities</b>	<b>31 December 2020 N'000</b>	<b>31 December 2019 N'000</b>
Bonds	106,735	159,754
Treasury bills	-	281,075
FGN Sukuk	100,490	-
	<b>207,225</b>	<b>440,829</b>
Current	-	281,075
Non-current	207,225	159,754
Total current and non current	<b>207,225</b>	<b>440,829</b>

**NASD PLC**  
**Notes to the financial statements**  
**For the year ended 31 December 2020**

	31 December 2020 N'000	31 December 2019 N'000
<b>14 Other assets</b>		
<b>Financial assets:</b>		
Fee receivables	4,283	4,589
	<b>4,283</b>	<b>4,589</b>
<b>Non financial assets:</b>		
Prepaid rent	5,583	5,500
Prepaid insurance	2,017	1,938
Other prepaid expenses	4,764	1,387
	16,648	13,414
Impairment provision	(4,283)	(4,589)
	<b>12,365</b>	<b>8,825</b>
Current	12,365	8,825
	<b>31 December 2020 N'000</b>	<b>31 December 2019 N'000</b>
<b>Movement impairment provision</b>		
Balance as at 1 January	4,589	5,099
Write back for the year	(307)	(510)
Balance at 31 December	<b>4,283</b>	<b>4,589</b>

**15 Intangible assets**

Cost	Computer software	Trading software	Work in progress	Total
	N'000	N'000		N'000
As at 1 January 2020	370	13,715	-	14,085
Addition	-	56,067	-	56,067
As at 30 September 2020	370	69,782	-	70,152
<b>Accumulated amortisation</b>				
As at 1 January 2020	370	10,586	-	10,956
Charge for the year	-	3,231	-	3,231
As at 30 September 2020	370	13,817	-	14,187
<b>Net book value as at 30 September 2020</b>	<b>-</b>	<b>55,964</b>	<b>-</b>	<b>55,965</b>
Cost	Computer software	Trading software	Work in progress	Total
	N'000	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
<b>Accumulated amortisation</b>				
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
<b>Net book value as at 31 December 2019</b>	<b>-</b>	<b>3,129</b>	<b>-</b>	<b>3,129</b>



## NASD PLC

### Notes to the financial statements

#### For the year ended 31 December 2020

16 Property and equipment	Motor	Office	Furniture	Computer	Total
	vehicles	equipment	and fittings	equipment	
	N'000	N'000	N'000	N'000	
<b>Cost</b>					
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
<b>Accumulated depreciation</b>					
As at 1 Jan 2020	5,647	793	9,397	7,081	22,918
Charge for the year	4,667	528	266	2,063	7,524
Disposal	-	-	-	-	-
As at 30 September 2020	10,314	1,321	9,663	9,144	30,442
<b>Net book value</b>					
As at 30 September 2020	<b>20,089</b>	<b>1,618</b>	<b>223</b>	<b>4,258</b>	<b>26,188</b>
	Motor	Office	Furniture	Computer	Total
	vehicles	equipment	and fittings	equipment	
	N'000	N'000	N'000	N'000	
<b>Cost</b>					
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
<b>Accumulated depreciation</b>					
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
<b>Net book value</b>					
As at 31 December 2019	<b>24,756</b>	<b>2,145</b>	<b>489</b>	<b>4,655</b>	<b>32,046</b>

#### 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%).

	31 December 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	<b>(105,163)</b>	<b>(105,163)</b>

**NASD PLC**  
**Notes to the financial statements**  
**For the year ended 31 December 2020**

**17.1 Deferred tax assets**

Deferred income tax assets are attributable to the following items:

	<b>31 December</b>	<b>31 December</b>
	<b>2020</b>	<b>2019</b>
	<b>N'000</b>	<b>N'000</b>
Property and equipment	(11,923)	(11,923)
Unutilised tax losses	(93,240)	(93,240)
	<b>(105,163)</b>	<b>(105,163)</b>

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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**18 Accounts payable**

	<b>31 December</b>	<b>31 December</b>
	<b>2020</b>	<b>2019</b>
	<b>N'000</b>	<b>N'000</b>
Withholding tax payable	528	39
Accrued expenses	3,763	-
Other payables	14,353	18,672
	<b>18,644</b>	<b>18,711</b>
Current	18,644	18,711

**19 Current income tax**

	<b>31 December</b>	<b>31 December</b>
	<b>2020</b>	<b>2019</b>
	<b>N'000</b>	<b>N'000</b>
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	<b>1,146</b>	<b>1,893</b>

**20 Share Capital**

	<b>31 December</b>	<b>31 December</b>
	<b>2020</b>	<b>2019</b>
	<b>N'000</b>	<b>N'000</b>
At 1 January	444,204	444,204
Additions during the year	-	-
At 31 December	<b>444,204</b>	<b>444,204</b>

**21 Share Premium**

	<b>31 December</b>	<b>31 December</b>
	<b>2020</b>	<b>2019</b>
	<b>N'000</b>	<b>N'000</b>
At 1 January	288,214	288,214
Additions during the year	-	-
At 31 December	<b>288,214</b>	<b>288,214</b>

**NASD PLC**  
**Notes to the financial statements**  
**For the year ended 31 December 2020**

<b>22</b>	<b>Accumulated losses</b>	<b>31 December</b>	<b>31 December</b>
		<b>2020</b>	<b>2,019</b>
	Balance at beginning of year	(91,457)	(136,508)
	Profit/(Loss) for the period	(11,328)	45,051
		<b>(102,785)</b>	<b>(91,457)</b>
<b>23</b>	<b>Contingent liabilities</b>		
<b>24</b>	<b>Cash (used in)/generated from operations</b>	<b>31 December</b>	<b>31 December</b>
		<b>2020</b>	<b>2,019</b>
		<b>N'000</b>	<b>N'000</b>
	Profit before income tax	(11,328)	36,057
	Adjustments for		
	- Depreciation (Note 8)	7,524	6,652
	- Amortisation (Note 8)	3,231	5,884
	- Interest income (Note 9)	(51,828)	(65,747)
	- Profit on disposal of fixed asset (Note 6)	-	(890)
	- Impairment provision (Note 14)	(307)	(510)
	Changes in components of working capital		
	- Decrease/(Increase) in other assets	(3,233)	2,185
	-(Decrease)/Increase in payables	(67)	(215)
		<b>(56,008)</b>	<b>(16,584)</b>