



COURTEVILLE BUSINESS SOLUTIONS PLC

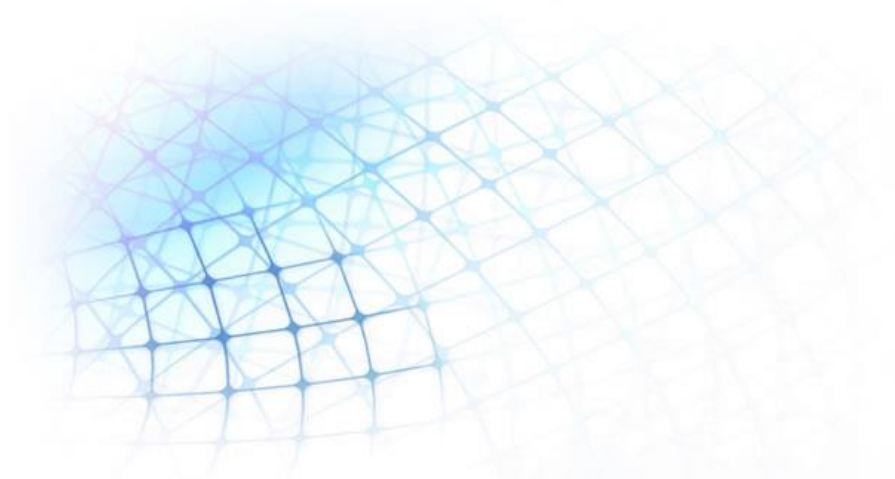
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UNAUDITED INTERIM REPORT

SECOND QUARTER

for the period ended

30th JUNE 2018



COURTEVILLE BUSINESS SOLUTIONS PLC								
STATEMENT OF FINANCIAL POSITION								
AS AT 30 JUNE 2018								
		JUNE		DECEMBER				
	NOTE	2018		2017				
		₦	₦	₦	₦			
Non-Current Assets								
Property, plant and equipment	3		1,251,694,950		1,290,507,851			
Intangible Assets	4		598,165,475		634,558,439			
Other Assets	5		405,936,501		383,360,849			
Long Term Investment	6		307,274,680		307,274,680			
Long Term Receivables	7		513,531,842		425,031,697			
Total Non-Current Assets			3,076,603,449		3,040,733,516			
Current Assets								
Inventories	8	125,664,671		126,551,342				
Trade Receivables	9i	718,144,131		730,474,351				
Other Current Assets	9ii	291,678,332		169,185,742				
Prepayments	9ii	15,242,761		8,198,459				
Cash and Cash Equivalents	10	12,418,593		35,957,068				
Total Current Assets			1,163,148,488		1,070,366,962			
Total Assets			4,239,751,937		4,111,100,478			
Equity and Liabilities								
Equity								
Share Capital	11		1,776,000,000		1,776,000,000			
Share Premium	11		478,100,000		478,100,000			
Retained Earnings	12		1,007,253,219		940,393,153			
Other Reserves	13		11,608,042		11,608,042			
Total Equity			3,272,961,261		3,206,101,195			
Non-current Liabilities								
Deferred Taxation	16iii	18,140,995		18,140,995				
Total non-current Liabilities			18,140,995		18,140,995			
Current Liabilities								
Trade Payables	15	11,324,409		7,946,529				
Other Payables	15	842,635,254		598,530,239				
Current portion of Borrowings	14	59,318,462		151,370,878				
Current Taxation	16i	35,371,556		129,010,642				
Total Current Liabilities			948,649,681		886,858,288			
Total liabilities			966,790,676		904,999,283			
Total Equity and Liabilities			4,239,751,937		4,111,100,478			
The interim reports were approved by the Board of Directors on 24/7/2018 and signed on its behalf by:								
<table style="width: 100%; border: none;"> <tr> <td style="width: 33%; border: none;"> <p>.....</p> <p>Adebola Akindede (GMD/CEO)</p> <p>FRC/2013/ICAN/000000002780</p> </td> <td style="width: 33%; border: none;"> <p>.....</p> <p>Azeez Eduwale (Head, Finance & Accounts)</p> <p>FRC/2014/ICAN/000000009157</p> </td> <td style="width: 33%; border: none;"> <p>.....</p> <p>Adewale Sonaike (DMD)</p> <p>FRC/2013/ICAN/000000002781</p> </td> </tr> </table>						<p>.....</p> <p>Adebola Akindede (GMD/CEO)</p> <p>FRC/2013/ICAN/000000002780</p>	<p>.....</p> <p>Azeez Eduwale (Head, Finance & Accounts)</p> <p>FRC/2014/ICAN/000000009157</p>	<p>.....</p> <p>Adewale Sonaike (DMD)</p> <p>FRC/2013/ICAN/000000002781</p>
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COURTEVILLE BUSINESS SOLUTIONS PLC				
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME				
FOR THE QUARTER ENDED 30 JUNE 2018				
		JUNE		
	NOTE	2018 ₦		2017 ₦
Revenue	17	619,080,872		672,502,063
Cost of Sales		<u>(299,098,913)</u>		<u>(353,385,250)</u>
Gross Profit		319,981,959		319,116,813
Other Income	18	600,000		224,800
Operating Cost	19	<u>(224,614,173)</u>		<u>(237,704,365)</u>
Interest Received		<u>1,117,122</u>		<u>1,096,736</u>
Operating Profit		97,084,908		82,733,984
Interest Payable and Similar Charges	21	<u>(15,896,746)</u>		<u>(30,224,009)</u>
Profit before Taxation		<u>81,188,163</u>		<u>52,509,975</u>
Taxation		<u>(14,328,097)</u>		<u>(13,982,052)</u>
Profit for the Year		<u>66,860,066</u>		<u>38,527,923</u>
Other Comprehensive Income:				
For Value adjustment on investment in Equity instruments		-		5,524,453
Total Comprehensive Income		<u>66,860,066</u>		<u>44,052,376</u>
Basic Earnings Per Shares (Kobo) (EPS)		<u>1.88</u>		<u>1.08</u>

COURTEVILLE BUSINESS SOLUTIONS PLC				
STATEMENT OF CASH FLOWS				
FOR THE QUARTER ENDED 30 JUNE 2018				
			JUNE	
			2018	2017
			N	N
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>				
Profit / (Loss) for the year Before Taxation			81,188,163	52,509,974
<u>ADJUSTMENT FOR ITEMS NOT INVOLVING MOVEMENT OF FUNDS:</u>				
Depreciation			51,038,050	63,894,624
Interest Receivable			(1,117,122)	(1,096,736)
Amortization-Intangible			36,392,964	36,392,964
Other Intangible- Written off			1,758,176	22,597,664
Profit on Asset Disposal			(600,000)	
Withholding Credit notes utilized			(67,448,117)	
			101,212,114	174,298,489
<u>CHANGES IN WORKING CAPITAL</u>				
(Increase) / Decrease in Inventories			886,671	2,653,389
(Increase) / Decrease in Trade Receivables & Others			(117,206,672)	(183,722,785)
Increase / (Decrease) in Creditors			247,482,895	257,238,832
			232,375,008	250,467,925
Taxation Paid			(40,519,065)	(120,407,409)
			191,855,942	130,060,516
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>				
Purchase of Property Plant & Equipment			(12,225,250)	(3,305,500)
Proceed from disposal of asset			600,000	-
Long Term Receivables			(88,500,145)	-
Interest Received			1,117,122	1,096,736
Other Assets			(24,333,828)	(16,437,291)
			(123,342,101)	(18,646,055)
<u>CASH FLOW FROM FINANCIAL ACTIVITIES</u>				
Borrowings			(92,052,416)	(131,244,944)
			(92,052,416)	(131,244,944)
(Decrease) in Cash & Cash Equivalents			(23,538,575)	(13,059,577)
Cash & Cash Equivalents as at Beginning			35,957,068	37,712,773
Cash & Cash Equivalents as at Closing			12,418,493	24,653,196
<u>FINANCED BY:</u>				
Bank & Cash			12,418,593	24,653,196
Bank overdraft			-	
			12,418,593	24,653,196

1. Basis for Preparation

1.1 General accounting policies

The interim financial report of Courteville Business Solutions Plc comprises a summary of the financial statements of the company. The interim financial report has been prepared in accordance with IAS 34, Interim Financial Reporting. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2017 annual report.

1.2 Significant Accounting Policies

The preparation of interim consolidated financial statements in compliance with IAS 34 requires the use of certain accounting estimates. It also requires the management to exercise judgment in applying the accounting policies. There has been no material revisions to the nature and amount of changes in estimates of amounts reported in the annual financial statements for 2017.

Courteville Business Solutions Plc has applied the same accounting policies and methods of computation in its interim financial statements as in its 2017 annual financial statements, except for those that relate to new standards and interpretations effective for the first time for periods beginning on (or after) 1 January 2018, and will be adopted in the 2018 annual financial statements.

None of the new standards and amendments that are effective for the first time for periods beginning on (or after) 1 January 2018 have a material effect on Courteville Business Solutions Plc

2. Segment Information

2.1 Segment Descriptions

Segment 1:

AutoReg™ Motor Vehicle Administration Documentation (MVAD)

This is a business solutions platform designed to address the inefficiencies in the motor vehicle administration. Part of the platform runs on the AutoReg™ web-based business automation application that was designed and developed by Courteville Business Solutions Plc, and patented for 20 years in Nigeria, and has been developed into a franchise with the Bureau of Services. The various services currently offer on the platform include: AutoReg Vehicle License, AutoReg Hackney Permit, AutoReg Vehicle Test, AutoReg RoadWorthiness and AutoReg Inspector.

Segment 2:

E-Commerce

This segment represents our e-commerce services. The products offered under this segments are: WebPeople, Egole Shopping Mall, P-SEAMS, etc

2.2 Segment Results

The information regarding the results of the reportable segment is presented below. Performance is measured based on segment gross profit of each reportable segment, as included in the internal management reports that are reviewed by the company.

	MVAD		E-Commerce		Total	
	2018	2017	2018	2017	2018	2017
Revenue	574,278,320	599,791,475	44,802,552	72,710,588	619,080,872	672,502,063
Cost of sales	(281,383,473)	(332,502,136)	(17,715,440)	(20,883,114)	(299,098,913)	(353,385,250)
Gross Profit	292,894,847	267,289,339	27,087,112	51,827,474	319,981,959	319,116,813

3 Seasonal Businesses

Due to the nature of our business, activities depend majorly on compliance enforcement by necessary Government Agencies. Activities also tend to peak during the festival period especially the Christmas and normalize after Christmas period.

Revenue for the twelve (12) months period ended 30 June 2018 totalled N1,067,069,239 (2017: N1,185,215,396) while cost of sales totalled N763,398,339 (2017: N611,461,142)

4 Tax

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to the expected annual profit or loss.

5 Related Party Transactions

During the quarter ended 30 June 2018, the directors made a total payments of the sum of N13,985,000 on behalf of the company to the company's contractor.

6 Loans and Borrowings

	2018	2017
As at 1 January:		
Non-current	-	-
Current	<u>151,370,878</u>	<u>322,876,388</u>
Total	151,370,878	322,876,388
Repayments:	<u>(92,052,416)</u>	<u>(131,244,944)</u>
As at 30 June	<u>59,318,462</u>	<u>191,631,444</u>

The loan obligation is due to expire by December 2018

7 Property Plant and Equipment

During the six (6) months ended 30 June 2018, the total additions to the company's Property Plant and Equipment were N12,225,250 while the fully depreciated items of Property Plant and Equipment totalling N157,151,312 were disposed off. Depreciation charge for the period under review amounted to N51,038,050

8. Long Term Receivable

This represents the amount of money incurred on behalf Foster Estate Venture. However, The Joint Venture Arrangement had been dissolved and the respective assets and liabilities shared among the parties.

The increase in the Long term receivables represent the amount incurred by the company on its portion of the assets taken over from the venture. The assets will be transferred to the company's assets once the necessary documentation are perfected as the Company has taken control of same.

9. Working Capital

Developments in Working Capital are driven by activity level. The current assets increased by N92,781,526 during the six (6) months ended 30 June 2018 from N1,070,366,962 of December 2017 to N1,163,148,488. The current liabilities also increased by the sum of N61,791,393 from N866,858,288 of 31 December 2017 to N948,469,681. The net Working Capital for the six (6) months ended 30 June 2018 is N214,498,808 (2017 Q2 net Working Capital: N183,508,674)

10. Share Capital

The share capital account remains the same as reported in the last annual report