


The Directors present the summary financial information of Central Securities Clearing System PLC ("the Company") and its subsidiary company (together the "Group") for the year ended 31 December 2019. This summary financial information is derived from the full financial statements for the year ended 31 December 2019 and is not the full financial statements of the Group and the Company. The full financial statements, from which this summary financial information was derived, will be delivered to the Corporate Affairs Commission within the required deadline. The Group's independent Auditors issued an unmodified audit opinion on the full consolidated and separate financial statements for the year ended 31 December 2019 from which these summary financial information were derived. An electronic copy of the full consolidated and separate financial statements can be obtained at www.cscs.ng.


CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

	GROUP		COMPANY	
	31 DEC 2019	31 DEC 2018	31 DEC 2019	31 DEC 2018
	N'000	N'000	N'000	N'000
ASSETS				
Non-current assets				
Property and equipment	1,083,510	595,575	1,083,510	595,575
Intangible assets	785,471	1,089,601	785,471	1,089,601
Intercompany receivables	-	-	34,511	34,511
Equity-accounted investee	725,475	591,357	736,687	670,500
Investment in subsidiary	-	-	10,000	10,000
Investment securities	21,960,972	23,644,726	21,960,972	23,644,726
Deferred tax asset	-	-	-	-
	24,555,428	25,921,259	24,611,151	26,044,913
Current assets				
Investment securities	5,005,511	5,879,813	5,005,511	5,879,813
Trade receivables	177,043	102,279	177,043	102,279
Other assets	181,877	324,380	181,877	312,046
Cash and cash equivalents	6,691,545	3,626,867	6,691,489	3,626,812
	12,055,976	9,933,339	12,055,920	9,920,950
TOTAL ASSETS	36,611,404	35,854,598	36,667,071	35,965,863
EQUITY				
Share capital	5,000,000	5,000,000	5,000,000	5,000,000
Retained earnings	27,588,203	26,187,524	27,633,871	26,288,789
Fair value reserve	317,029	(22,709)	317,029	(22,709)
Actuarial reserve	851	-	851	-
EQUITY ATTRIBUTABLE TO EQUITY OWNERS OF THE PARENT	32,906,083	31,164,815	32,951,751	31,266,080
Non-controlling interest	-	-	-	-
TOTAL EQUITY	32,906,083	31,164,815	32,951,751	31,266,080
LIABILITIES				
Non-current liabilities				
Deferred tax liabilities	6,747	13,403	6,747	13,403
Long term incentive scheme	77,012	-	77,012	-
	83,760	13,403	83,760	13,403
Current liabilities				
Intercompany payables	-	-	10,000	10,000
Payables and Accruals	727,368	872,873	727,368	872,873
Current Tax Liabilities	652,254	652,577	652,254	652,577
Other Liabilities	2,241,938	3,150,930	2,241,938	3,150,930
	3,621,560	4,676,380	3,631,560	4,686,380
TOTAL LIABILITIES	3,705,320	4,689,783	3,715,320	4,699,783
TOTAL LIABILITIES AND EQUITY	36,611,404	35,854,598	36,667,071	35,965,863


The full financial statements were approved by the Board of Directors on 13 March 2020 and signed on its behalf by:



Mr. Osofe N. Onyema OON
Chairman
FRC/2013/IODN/00000001802



Mr. Haruna Jalo-Waziri
Managing Director/CEO
FRC/2017/IODN/000000017488



Mr. Peter Medunoye
Chief Financial Officer
FRC/2019/001/000000020289

CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2019

	GROUP		COMPANY	
	31 DEC 2019	31 DEC 2018	31 DEC 2019	31 DEC 2018
	N'000	N'000	N'000	N'000
Cash flows from operating activities				
Profit for the year	4,900,679	4,822,330	4,845,082	4,840,735
Income tax expense	1,141,755	1,269,014	1,141,755	1,269,014
Profit before tax	6,042,434	6,091,344	5,986,837	6,109,749
Amortisation of intangible assets	345,685	345,053	345,685	345,053
Depreciation of property and equipment	202,221	138,183	202,221	138,183
Impairment loss on financial assets	40,760	10,444	40,760	10,444
Foreign Exchange loss	597	344	597	344
Interest income	(4,612,237)	(4,217,582)	(4,612,237)	(4,217,582)
Share of (gain)/loss of equity accounted investee	(67,931)	18,405	(67,931)	18,405
Movement in investment in Associate	(66,187)	(608,000)	(66,187)	(608,000)
Profit on disposal of property and equipment	(4,263)	(11,366)	(4,263)	(11,366)
	1,881,079	1,766,825	1,893,413	1,766,825
	(1,112,460)	(1,147,501)	(1,112,460)	(1,147,501)
Changes in				
Trade receivables	(115,524)	(97,173)	(115,524)	(97,173)
Other assets	142,503	628,525	130,189	628,525
(145,505)	68,580	(145,505)	68,580	
Other liabilities	(867,642)	2,471,038	(867,642)	2,471,038
	(217,549)	3,690,294	(217,549)	3,690,294
Cash flows from investing activities				
Purchase of property and equipment	(701,032)	(387,313)	(701,032)	(387,313)
Purchase of intangible assets	(41,555)	(23,568)	(41,555)	(23,568)
Proceeds on disposal of property and equipment	15,138	31,672	15,138	31,672
Net purchase of investment (bonds)	1,130,302	(460,877)	1,130,302	(460,877)
Interest received	1,695,236	(1,943,236)	1,695,236	(1,943,236)
	4,656,647	4,206,425	4,656,647	4,206,425
Net cash generated from investing activities	6,754,736	1,423,103	6,754,736	1,423,103
Cash flows from financing activities				
Dividend paid	(3,430,562)	(3,491,164)	(3,430,562)	(3,491,164)
Lease payment	(41,350)	-	(41,350)	-
	(3,471,912)	(3,491,164)	(3,471,912)	(3,491,164)
Net increase in cash and cash equivalents	3,065,275	1,622,233	3,065,275	1,622,233
Cash and cash equivalents at beginning of year	3,626,867	2,004,978	3,626,812	2,004,923
Effect of movements in exchange rates on cash held	(597)	(344)	(597)	(344)
Cash and cash equivalents at end of year	6,691,545	3,626,867	6,691,490	3,626,812

CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2019

	GROUP		COMPANY	
	31 DEC 2019	31 DEC 2018	31 DEC 2019	31 DEC 2018
	N'000	N'000	N'000	N'000
Revenue	4,588,807	4,852,306	4,588,807	4,852,306
Investment income	4,612,237	4,217,582	4,612,237	4,217,582
Other income	5,096	12,197	5,096	12,197
Total operating income	9,206,140	9,082,085	9,206,140	9,082,085
Personnel expenses	(1,317,186)	(1,268,079)	(1,317,186)	(1,268,079)
Other operating expenses	(1,268,438)	(1,347,825)	(1,256,104)	(1,347,825)
Finance cost	(48,546)	-	(48,546)	-
Depreciation and amortisation	(547,906)	(483,244)	(547,906)	(483,244)
Impairment (loss)/reversal on financial assets	(49,561)	126,812	(49,561)	126,812
	(3,231,637)	(2,972,336)	(3,219,303)	(2,972,336)
Share of profit/(loss) of equity accounted investees (net of tax)	67,931	(18,405)	-	-
Profit before tax	6,042,434	6,091,344	5,986,837	6,109,749
Income tax	(1,141,755)	(1,269,014)	(1,141,755)	(1,269,014)
Profit for the year	4,900,679	4,822,330	4,845,082	4,840,735
Other comprehensive income:				
Items that will not be reclassified to profit or loss:				
Actuarial gain on long term incentive scheme	1,216	-	1,216	-
Related tax	(365)	-	(365)	-
	851	-	851	-
Items that are or may be reclassified subsequently to profit or loss:				
Fair value gain/(loss) - FVOCI -debt	339,739	15,453	339,739	15,453
	339,739	15,453	339,739	15,453
Other comprehensive income for the year, net of tax	340,590	15,453	340,590	15,453
Total comprehensive income for the year	5,241,269	4,837,784	5,185,672	4,856,188
Profit attributable to:				
Owners of the Parent	4,900,679	4,822,330	4,845,082	4,840,735
Non-controlling interest	-	-	-	-
Profit for the year	4,900,679	4,822,330	4,845,082	4,840,735
Total comprehensive income attributable to:				
Owners of the Parent	5,241,269	4,837,784	5,185,672	4,856,188
Non-controlling interest	-	-	-	-
Total comprehensive income for the year	5,241,269	4,837,784	5,185,672	4,856,188
Earnings per share for profit / (loss) from continuing operations attributable to equity holders of parent (Basic)	98k	96k	97k	97k

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL INFORMATION Report on the Summary Financial Information

Opinion

The summary financial information, which comprise the consolidated and separate statements of financial position as at 31 December 2019, the consolidated and separate statement of profit or loss and other comprehensive income and the consolidated and separate statements of cash flow for the year then ended are derived from the audited consolidated and separate financial statements of Central Securities Clearing System Plc for the year ended 31 December 2019. In our opinion, the accompanying Summary Financial Information are consistent, in all material respects, with the audited consolidated and separate financial statements in accordance summary with the Companies and Allied Matters Act, Cap C.20, Laws with of the Federation of Nigeria 2004.

Summary Financial Information

The summary of the financial information do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Act, Cap C.20 Laws of the Federation of Nigeria, 2004 and the Financial Reporting Council of Nigeria Act, 2011. Reading the summary financial information and the auditors report, thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statements and our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 24 March 2020. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment were of significance in our audit of the financial statements of the current period.

Directors' Responsibility for the Summary Financial Information

The Directors are responsible for the preparation of the summary financial information in accordance with the Companies and Allied Matters Act of Nigeria, Cap C.20 Laws of the Federation of Nigeria, 2004.

Auditor's Responsibility


Our responsibility is to express an opinion on whether the summary financial information are consistent, in all material respects, with the audited consolidated and separate financial statements based on our procedures which were conducted in accordance with the International Standards on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Report on Other Legal and Regulatory Requirements

Compliance with the requirements of Schedule 6 of the Companies and Allied Matters Act, Cap C.20, Laws of the Federation of Nigeria, 2004.

In our opinion, proper books of account have been kept by the Company, so far as appears from our examination of those books and the Company's statement of financial position and statement of profit or loss and other comprehensive income are in agreement with the books of account.

Signed by:



Adegoke, A Oyelami, FCA
FRC/2012/ICAN/00000000444
For: KPMG Professional Services
Chartered Accountants
24 March 2020
Lagos Nigeria

