

**SKYWAY AVIATION HANDLING COMPANY PLC  
(RC:813022)**

**UNAUDITED  
INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS ENDED  
31 MARCH 2024**

# SKYWAY AVIATION HANDLING COMPANY PLC

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# SKYWAY AVIATION HANDLING COMPANY PLC

## CORPORATE INFORMATION

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**REGISTERED NUMBER:** RC:813022

**TAX IDENTIFICATION NUMBER:** 04683753-0001

**DIRECTORS:**

Barrister (Dr.) Taiwo Afolabi	Chairman
Mrs. Adenike Esther Aboderin	Managing Director
Mr. Babatunde Afolabi	Executive Director
Mr. Abiodun Adegbesan	Executive Director
Mrs. Boma Ukwunna	Executive Director
Mr. Herbert Odika	Executive Director
Dr. Oluropo Owolabi	Non-Executive Director
Barrister Oladipo Kayode Filani	Non-Executive Director
Captain Shehu Iyal	Non-Executive Director
Dr. Bukola Bello Jaiyesimi	Independent Non-Executive Director
Mrs. Laila Jean St. Matthew-Daniel	Independent Non-Executive Director
Mr. Anogwi Anyanwu	Independent Director

**PRINCIPAL OFFICERS:**

Adenike Aboderin Esther	Managing Director/CEO
Abiodun Adegbesan	Executive Director - Finance and Admin.
Boma Ukwunna	Executive Director - Cargo Services
Babatunde Afolabi	Executive Director IT and Business Development
Mr. Herbert Odika	Executive Director - Operations
Olugbenga Okeowo	GM- Operations
Donald Adekunle	GM- Cargo Services
Jesuyemisi Odeyemi	GM- Legal/ Company Secretary
Rotimi Omotoso	Chief Finance Officer
James Oriowo	AGM- Engineering and Maintenance
Hamzat Bola Olaniyan	AGM- Billing
Yinka Afolabi Ogungbemi	AGM- Admin Services and Project
Taiwo Olayemi Mogaji	AGM- Internal Control
Benjamin Akinola	AGM- Internal Audit
Folorunso Elegbede	AGM - Human Resources
Christie Oseghale	AGM - Safety and Quality Assurance
Gumut Bamaiya	Head - Security
Folarin Ilemboye	Head - Procurement

**REGISTERED OFFICE** 54, Warehouse Road, Apapa, Lagos State

**OPERATIONAL OFFICE ADDRESS:** Skyway Aviation Handling Company Plc. Complex,  
Cargo Terminal,  
Murtala Muhammed International Airport,  
Ikeja,  
Lagos State.

**COMPANY SECRETARY:** Jesuyemisi Odeyemi  
Skyway Aviation Handling Company Plc. Complex,  
Cargo Terminal,  
Murtala Muhammed International Airport,  
Ikeja,  
Lagos State..

# SKYWAY AVIATION HANDLING COMPANY PLC

## CORPORATE INFORMATION (CONT'D)

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<b>PRINCIPAL BANKERS:</b>	Access Bank Plc. Ecobank Nigeria Limited Fidelity Bank Plc. First Bank of Nigeria Limited First City Monument Bank Plc. Guaranty Trust Bank Limited Keystone Bank Limited. Polaris Bank Limited Stanbic IBTC Bank Plc. Sterling Bank Plc. Union Bank of Nigeria Limited United Bank for Africa Plc. Wema Bank Plc. Zenith Bank Plc.
<b>INDEPENDENT AUDITORS</b>	Gbenga Badejo and Co. (Chartered Accountants) <i>A Correspondent Firm of Reanda International</i> Plot 8A, Ajumobi Olorunoje Street, Off Acme Road, By First Bank, Agidingbi, Ikeja, Lagos State Tel.: 0809-622-7865. Email: info@gbc-consult.com www.gbc-consult.com
<b>SOLICITORS</b>	Justification Law Firm 7, Kolawole Odunsi Street, Off Unity Road, Mobolaji Bank, Anthony way, Ikeja, Lagos State.
<b>REGISTRARS:</b>	Apel Capital Registrars Limited 8, Alhaji Bashorun Street, Off Norman Williams Street, Ikoyi, Lagos State.
<b>ADVISERS:</b>	J. Ajayi Patunola & Co. FRC/2013/000000000679 Estate Surveyors & Valuers 3, Adelabu Close, Opp Custom Training College Gate, Off Ola-Ayinde/Toyin Street, Ikeja, Lagos State.  Seyi Katola & Co. (Chartered Accountants) FRC/2013/ICAN/00000003609 Actuarial Valuers 1, Babatunde Ladega Street Omole Bus-Stop Lagos State.

# SKYWAY AVIATION HANDLING COMPANY PLC

## DIRECTORS' CERTIFICATION REPORT FOR THE THREE MONTHS ENDED 31 MARCH, 2024

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We have reviewed the condensed financial statements of Skyway Aviation Handling Company Plc for the period ended 31 March, 2024

Based on our knowledge, these condensed financial statements do not;

- (a) Contain any untrue statement of a material fact or;
- (b) Omit to state material fact, which would make the statement misleading in the light of the circumstance under which such statements were made
- (c) The condensed financial statements and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the company as of, and for the periods presented in the condensed financial statements

The Directors are responsible for establishing and maintaining internal controls;

we have;

i designed such internal controls to ensure that material information relating to the Company is made known to us by others within the Company, particularly during the period in which this report is being prepared;

ii continuously evaluated the effectiveness of the Company's internal controls on a quarterly basis;



.....  
**Barr. (Dr.) Taiwo Afolabi**  
Chairman  
FRC/2015/NBA/00000013106  
Date: 25th April, 2024



.....  
**Mr. Rotimi Omotoso**  
Chief Financial Officer  
FRC/2016/ICAN/00000014593  
Date: 25th April, 2024



.....  
**Mrs. Adenike Aboderin E.**  
Managing Director/CEO  
FRC/2021/PRO/0000022723  
Date: 25th April, 2024

## SKYWAY AVIATION HANDLING COMPANY PLC

### CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THREE MONTHS ENDED 31 MARCH, 2024

		Unaudited 3 Months Ended 31 March 2024 N'000	Unaudited 3 Months Ended 31 March 2023 N'000	Audited Year Ended 31 Dec., 2023 N'000
Revenue	3	5,795,258	3,378,065	16,546,685
Direct cost	4	(2,538,818)	(1,889,670)	(8,350,701)
<b>Gross profit</b>		<b>3,256,439</b>	<b>1,488,394</b>	<b>8,195,984</b>
Other operating income	5	65,096	18,619	293,912
Administration expenses	6	(1,426,222)	(914,298)	(5,545,464)
<b>Profit from operation</b>		<b>1,895,313</b>	<b>592,716</b>	<b>2,944,432</b>
Finance Income	7	134,805	11,497	400,283
Finance expense	7	(79,593)	(83,953)	(714,428)
<b>Operating profit before taxation</b>		<b>1,950,525</b>	<b>520,259</b>	<b>2,630,287</b>
Tax expense	28	(1,005,295)	(260,886)	(675,609)
<b>Profit for the year</b>		<b>945,231</b>	<b>259,373</b>	<b>1,954,679</b>
<b>Other comprehensive income</b>				
<b>Item that will not be reclassified to profit or loss</b>				
Recognition of foreign exchange difference	24	1,140,700	-	1,304,796
(Reversal)/recognition of actuarial loss on defined benefit obligation	20	-	-	-
Recognition of related tax on defined benefit obligation	28	-	-	206,294
<b>Other comprehensive income for the year, net of tax</b>		<b>1,140,700</b>	<b>-</b>	<b>1,511,090</b>
<b>Total comprehensive income for the year</b>		<b>2,085,931</b>	<b>259,373</b>	<b>3,465,769</b>
<b>Earnings per share</b>				
Basic earnings - kobo	26	<b>70</b>	<b>19</b>	<b>144</b>
Diluted earnings - kobo	26	<b>70</b>	<b>19</b>	<b>144</b>

The accompanying notes form an integral part of these condensed financial statements.

# SKYWAY AVIATION HANDLING COMPANY PLC

## CONDENSED STATEMENT OF FINANCIAL POSITION AS AT,

		Unaudited 31 March 2024	Unaudited 31 March 2023	Audited 31 Dec., 2023
	NOTE	₦'000	₦'000	₦'000
<b>NON-CURRENT ASSETS</b>				
Property, plant and equipment	9	15,718,074	14,091,975	15,082,194
Investment properties	10	725,948	727,083	733,627
Intangible assets	11	4,078,796	4,080,567	4,079,240
Deferred tax assets	29	1,073,516	926,918	1,073,516
		<u>21,596,335</u>	<u>19,826,543</u>	<u>20,968,577</u>
<b>CURRENT ASSETS</b>				
Inventories	12	1,154,936	622,151	915,915
Trade and other receivables	13	10,653,381	7,759,094	9,716,297
Cash and cash equivalent	14	3,371,361	1,050,467	2,465,108
		<u>15,179,679</u>	<u>9,431,712</u>	<u>13,097,320</u>
<b>TOTAL ASSETS</b>		<u><b>36,776,013</b></u>	<u><b>29,258,256</b></u>	<u><b>34,065,897</b></u>
<b>EQUITY</b>				
Share capital	19	676,790	676,790	676,790
Share premium	25	4,784,010	4,784,010	4,784,010
Retained earnings	21	7,341,657	4,924,460	6,396,427
Actuarial valuation reserve	23	529,431	323,137	529,431
Foreign exchange reserve	24	2,445,496	-	1,304,796
Revaluation reserve	22	9,088,895	9,088,895	9,088,895
		<u>24,866,279</u>	<u>19,797,293</u>	<u>22,780,349</u>
<b>NON-CURRENT LIABILITIES</b>				
Long term borrowings	16	3,165,307	3,408,762	3,372,124
Deferred income	27	119,118	122,547	13,483
Defined Benefit Obligations	20	3,024,831	2,297,650	3,023,548
		<u>6,309,256</u>	<u>5,828,959</u>	<u>6,409,155</u>
<b>CURRENT LIABILITIES</b>				
Trade payable and other payables	15	3,841,976	2,920,724	4,123,186
Short term borrowings	16	124,403	204,993	124,403
Deferred income	27	46,014	35,014	46,014
Current income tax liabilities	28	1,588,085	471,273	582,790
		<u>5,600,477</u>	<u>3,632,004</u>	<u>4,876,393</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>36,776,013</b></u>	<u><b>29,258,256</b></u>	<u><b>34,065,897</b></u>

The condensed financial statements were approved by the Board of Directors on 25th April, 2024 and signed on its behalf by:



**Barr. (Dr.) Taiwo Afolabi, MON  
Chairman  
FRC/2015/NBA/00000013106**



**Mrs. Adenike Aboderin  
Managing Director/CEO  
FRC/202021/PRO/0000022723**



**Mr. Rotimi Omosoto  
Chief Financial Officer  
FRC/2016/ICAN/00000014593**

The accompanying notes form an integral part of these condensed financial statements.

# SKYWAY AVIATION HANDLING COMPANY PLC

## STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS ENDED 31 MARCH, 2024

NOTE	SHARE CAPITAL N'000	SHARE PREMIUM N'000	RETAINED EARNINGS N'000	ACTUARIAL VALUATION RESERVE N'000	FOREIGN EXCHANGE TRANSLATION RESERVE N'000	REVALUATION RESERVE N'000	TOTAL EQUITY N'000
<b>Balance at 1 January 2023</b>	<b>676,790</b>	<b>4,784,010</b>	<b>4,665,090</b>	<b>323,137</b>	<b>-</b>	<b>9,088,895</b>	<b>19,537,922</b>
<b>Total Comprehensive Income for the year</b>							
Profit for the year	-	-	1,954,679	-	-	-	1,954,679
Other comprehensive income for the year	-	-	-	206,294	1,304,796	-	1,511,090
<b>Total Comprehensive Income for the year</b>	<b>-</b>	<b>-</b>	<b>1,954,679</b>	<b>206,294</b>	<b>1,304,796</b>	<b>-</b>	<b>3,465,769</b>
<b>Transactions with owners recorded directly in equity</b>							
Dividend Paid	-	-	(223,342)	-	-	-	(223,342)
<b>Balance at 31 December 2023</b>	<b>676,790</b>	<b>4,784,010</b>	<b>6,396,427</b>	<b>529,431</b>	<b>1,304,796</b>	<b>9,088,895</b>	<b>22,780,349</b>
<b>Balance at 1 January 2023</b>	<b>676,790</b>	<b>4,784,010</b>	<b>4,665,090</b>	<b>323,137</b>	<b>-</b>	<b>9,088,895</b>	<b>19,537,922</b>
<b>Total Comprehensive Income for the year</b>							
Profit for the year	-	-	259,373	-	-	-	259,373
Other comprehensive income for the year	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the year</b>	<b>-</b>	<b>-</b>	<b>259,373</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>259,373</b>
<b>Transactions with owners recorded directly in equity</b>							
Dividend Paid	-	-	-	-	-	-	-
<b>Balance at 31 March 2023</b>	<b>676,790</b>	<b>4,784,010</b>	<b>4,924,462</b>	<b>323,137</b>	<b>-</b>	<b>9,088,895</b>	<b>19,797,294</b>
<b>Balance at 1 January 2024</b>	<b>676,790</b>	<b>4,784,010</b>	<b>6,396,427</b>	<b>529,431</b>	<b>1,304,796</b>	<b>9,088,895</b>	<b>22,780,349</b>
<b>Total Comprehensive Income for the year</b>							
Profit for the year	-	-	945,231	-	-	-	945,231
Other comprehensive income for the year	-	-	-	-	1,140,700	-	1,140,700
<b>Total Comprehensive Income for the year</b>	<b>-</b>	<b>-</b>	<b>945,231</b>	<b>-</b>	<b>1,140,700</b>	<b>-</b>	<b>2,085,931</b>
<b>Transactions with owners recorded directly in equity</b>							
Dividend Paid	-	-	-	-	-	-	-
<b>Balance at 31 March 2024</b>	<b>676,790</b>	<b>4,784,010</b>	<b>7,341,657</b>	<b>529,431</b>	<b>2,445,496</b>	<b>9,088,895</b>	<b>24,866,279</b>

The accompanying notes form an integral part of these condensed financial statements.

# SKYWAY AVIATION HANDLING COMPANY PLC

## CONDENSED STATEMENT OF CASH FLOWS FOR THE THREE MONTHS ENDED 31 MARCH, 2024

		Unaudited 3 Months Ended	Unaudited 3 Months Ended	Audited Year Ended
		31 March 2024	31 March 2023	31 Dec., 2023
	NOTE	N'000	N'000	N'000
<b>Cash flows from operating activities:</b>				
Profit before taxation		1,950,525	520,258	2,630,287
<b>Adjustments for net income to net cash provided by operating activities</b>				
Finance Expenses	7	79,593	83,953	714,428
Allowance for impairment on Receivables		-	-	166,724
Provision for Employee benefit	20	143,761	93,676	662,986
Foreign Exchange Difference	24	1,140,700	-	1,304,796
Investment Property- Depreciation	10	7,679	7,448	27,268
Intangible Asset- Amortisation	11	443	443	1,770
Property Plant & Equipment-Depreciation	9	561,804	523,287	2,125,083
		<b>3,884,505</b>	<b>1,229,065</b>	<b>7,633,342</b>
<b>Changes in working capital</b>				
Increase in trade and other receivables		(937,084)	(3,541,311)	(5,665,238)
Increase in inventories		(239,021)	(6,498)	(300,262)
(Decrease)/Increase in trade and other payables		(281,209)	(630,203)	572,257
Increase in deferred income		105,635	113,793	15,729
<b>Cash generated from operations</b>		<b>2,532,825</b>	<b>(2,835,154)</b>	<b>2,255,827</b>
Tax paid	28	-	-	(243,509)
Payment made by the employer on the Employee Benefit	20	(142,478)	(36,113)	(226,736)
Finance expenses paid		(79,593)	(83,953)	(367,214)
<b>Net cash inflow from operating activities</b>		<b>2,310,755</b>	<b>(2,955,219)</b>	<b>1,418,368</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	9	(1,197,684)	(356,358)	(2,948,373)
Investment Properties	10	-	-	(26,364)
<b>Net cash outflow used in investing activities</b>		<b>(1,197,684)</b>	<b>(356,358)</b>	<b>(2,974,737)</b>
<b>Financing Activities:</b>				
Dividend		-	-	(223,341)
Repayment of borrowings	16	(206,818)	(21,696)	(138,923)
<b>Net cash inflow used in financing activities</b>		<b>(206,818)</b>	<b>(21,696)</b>	<b>(362,264)</b>
Net (decrease)/increase in cash and cash equivalents		906,253	(3,333,273)	(1,918,632)
Cash and cash equivalents at the beginning		2,465,108	4,383,740	4,383,740
<b>Cash and cash equivalents at the end</b>	<b>14</b>	<b>3,371,361</b>	<b>1,050,467</b>	<b>2,465,108</b>

FREE FLOAT ANALYSIS

Shareholding structure/Free Float Status

Description	31 March 2024		31 March 2023	
	Units	Percentage (in relation to issued Share Capital)	Units	Percentage (in relation to issued Share Capital)
Issued Share Capital	1,353,580,000	100%	1,353,580,000	100%
<b>Details of Substantial Shareholdings (5% and above)</b>				
AFOLABI TAIWO OLAYINKA	379,041,989	28.00	379,041,989	28.00
SIFAX SHIPPING COMPANY LTD	443,331,091	32.75	443,331,091	32.75
AFOLABI FOLASHADE A.	241,816,960	17.86	241,816,960	17.86
<b>Total Substantial Shareholdings</b>	<b>1,064,190,040</b>	<b>78.62</b>	<b>1,064,190,040</b>	<b>78.62</b>
Details of Directors Shareholdings (Direct and indirect), excluding directors' holding substantial interests				
<b>Name(s) of Directors</b>				
AFOLABI TAIWO OLAYINKA	-	-	-	-
CHIKE OGEAH (Direct) - Retired in June 2022	537,600	0.040	537,600	0.040
ANOGWI ANYANWU (Direct)	50,000	0.004	50,000	0.004
OLUROPO SAKA OWOLABI(Direct)	5,322,500	0.393	5,322,500	0.393
SHEHU USMAN IYAL	-	-	-	-
ARIYO OLUTOYE OLUWOLE - Retired in June 2022	-	-	-	-
FILANI KAYODE OLADIPUPO (Direct)	4,000,000	0.296	4,000,000	0.296
FILANI KAYODE OLADIPUPO (Indirect)	8,000,000	0.591	8,000,000	0.591
BASIL AGBOARUMI U (Direct)	-	-	55,000	0.004
OLANIYI ALAMU ADIGUN	-	-	-	-
BOMA UKWUNNA	-	-	-	-
AFOLABI BABATUNDE OLANREWAJU	-	-	-	-
LAILA ST. MATHEW DANIEL - Appointed in June 2022	-	-	-	-
BUKOLA BELLO-JAYESIMI - Appointed in June 2022	-	-	-	-
<b>Total Directors' Shareholdings</b>	<b>17,910,100.00</b>	<b>1.32</b>	<b>17,965,100.00</b>	<b>1.33</b>
Share Price as at end of period (₦)	22.95		5.00	
Free Float	271,849,860	20.06	271,849,860	20.08
Free Float in value (₦)		6,238,954,287		1,359,249,300

**Declaration:**

SAHCO plc has a free float of 20.06% as at 31 March 2024 is in compliance with the Exchange' rules on the requirements for all companies listed on the Main Board to maintain a free float of 20% and above.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 31 MARCH, 2024

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### 1 General Information

The principal activities of the Company include provision of services including aircraft/ramp handling, cargo handling, passenger handling, premium lounge, aviation security and baggage reconciliation.

On 3rd of December 2009, SIFAX Shipping Limited and Global Apex Logistic Limited through Skyway Aviation Handling Company Limited acquired 100% interest of the Federal Government in Skypower Aviation Handling Company Limited due to the privatisation of the company.

In 2018, SAHCOL undertook a business combination with Skypower wherein both companies were consolidated with SAHCOL as the surviving entity.

Skyway Aviation Handling Company Limited became a Public Limited Company on 5th October, 2018.

The Corporate Headquarters is located at Skyway Aviation Handling Company Plc. Complex, Cargo Terminal, Murtala Muhammed International Airport, Ikeja, Lagos State, Nigeria.

### 2 Significant accounting policies

The principal accounting policies applied in the preparation of these condensed financial statements are set out below. These policies have been consistently applied to all the years presented unless otherwise stated.

#### 2.1 Statement of Compliance

The condensed financial statements for the period ended 31 March 2024 have been prepared in conformity with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IASB"), and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB (together "IFRS") and requirements of the Companies and Allied Matters Act (CAMA) of Nigeria and the Financial Reporting Council (FRC) Act of Nigeria.

Skyway Aviation Handling Company Limited has consistently applied the same accounting policies and methods of computation in its financial statements as in its 2023 financial statements.

None of the new standards, interpretations and amendments, effective for the first time from 1st January 2024, have had a material effect on the financial statements.

#### 2.2 Basis of preparation

These condensed accounts 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 2023 Financial Statements.

The financial statements have been prepared under the historical cost convention except for some financial assets and liabilities measured at fair value and amortised cost; inventory at net realisable value; and the liability for defined benefit obligations is recognised as the present value of the defined benefit obligation and related current service cost.

#### 2.3 Fair Value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability that market participants would take into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of IFRS 16, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in IAS 2 or value in use in IAS 36.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

### 3 REVENUE

The Company generates revenue primarily from foreign and domestic handling, cargo handling and equipment rental. Other sources of revenue include rental income from investment properties.

	3 Months Ended 31 March 2024 N'000	3 Months Ended 31 March 2023 N'000
Revenue from contract with Customers	5,795,258	3,352,714
<b>Total Revenue</b>	<b>5,795,258</b>	<b>3,352,714</b>

#### 3.1 Disaggregation of revenue from contracts with customers

The revenue from contracts with customers is disaggregated by major service lines and timing of revenue recognition.

	3 Months Ended 31 March 2024 N'000	3 Months Ended 31 March 2023 N'000
<b>i. Major Service Lines</b>		
Foreign Handling	2,638,022	716,721
Domestic Handling	528,698	597,019
Ad-hoc Handling	2,655	2,072
Cargo Handling Income	1,677,952	1,646,008
Cargo Handling -Export	363,733	147,093
VIP Lounge Service Income	41,684	667
Hajj Operations	87,111	-
Equipment Rental	413,128	206,008
Haulage/Crew Bus Services	5,157	891
DCS/PAX Handling Income	-	-
Airport Security Services	37,117	10,439
Christian Pilgrimage Handling	-	25,796
	<u>5,795,258</u>	<u>3,352,714</u>
Discount Allowed	-	-
	<u><b>5,795,258</b></u>	<u><b>3,352,714</b></u>
<b>ii. Timing of revenue recognition</b>		
Service transferred at a point in time	5,795,258	3,352,714
Service transferred over time	-	-
	<u><b>5,795,258</b></u>	<u><b>3,352,715</b></u>

#### 3.2 Contract balances

The following provides information about receivables, contract assets and contract liabilities from contracts with customers.

	3 Months Ended 31 March 2024 N'000	3 Months Ended 31 March 2023 N'000
Contract liabilities	165,132	157,560
	<u><b>165,132</b></u>	<u><b>157,560</b></u>

The contract liabilities primarily relate to the advance consideration received from tenants for rent of the investment properties, for which revenue is recognised upon usage by the tenants.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

### 3.3 Performance obligations and revenue recognition policies

Revenue is measured based on the consideration specified in a contract with a customer. The Company recognises revenue when it transfers control over a good or service to a customer.

### 3.4 Description of Major Sources of income:

**Foreign and Domestic Handling:** This include income from aircraft handling raised for Ramp Services, passenger profiling, security and baggage handling(Loading and offloading).

**Cargo Handling:** These includes income from Cargo documentation services rendered to airlines which include import and export cargo facilitation through Nigeria's biggest network of customers bonded warehouses in Lagos, Kano, Abuja and Port-Harcourt, using Hermes computerisation system, which ensures safe storage and easy retrieval of cargos

**Equipment rental and maintenance:** The company leases it equipment to airlines for services that are not covered in the standard Ground Handling Agreement.

	3 Months Ended 31 March 2024	3 Months Ended 31 March 2023
4	N'000	N'000
<b>DIRECT COST</b>		
Cargo Shed/ Warehouse	169,765	125,669
Concession Fees	359,038	176,822
Oil and Lubricants	71,136	62,866
VIP Lounge	6,685	3,564
DCS/Check-In Counter Expenses	12,678	7,295
Baggage Logistics Expenses	2,880	860
Equipment Running	331,989	199,891
Equipment Repairs	527,931	215,910
RAMP	10,943	49,495
Hajj Operation	-	923
Christian Pilgrimage	-	945
Direct Labour Cost	582,492	598,409
Other Direct Costs	1,152	2,672
Miscellaneous Cost	10,064	26,363
	<u>2,086,752</u>	<u>1,471,684</u>
Depreciation	<u>452,066</u>	<u>417,987</u>
	<u><b>2,538,818</b></u>	<u><b>1,889,670</b></u>

Expenses by nature have been disclosed in the statement of comprehensive income as above. Costs directly relates to income generating activities are labeled as direct cost. Depreciation of assets used directly in generating revenue are classified as part of direct cost.

	3 Months Ended 31 March 2024	3 Months Ended 31 March 2023
5	N'000	N'000
<b>OTHER INCOME</b>		
Electricity bills, scrap and other miscellaneous income	24,601	18,619
Rental Income from Investment Properties	40,495	25,351
	<u><b>65,096</b></u>	<u><b>43,970</b></u>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE MONTHS ENDED 31 MARCH, 2024

6	3 Months Ended 31 March 2024 N'000	3 Months Ended 31 March 2023 N'000
<b>ADMINISTRATION EXPENSES</b>		
Employee benefit expenses (Note 8)	466,566	412,089
Depreciation & amortisation	117,858	113,191
Printing and stationery	21,809	14,721
Transport and traveling	156,347	14,423
Vehicle running expenses	30,735	16,472
Telecommunication and courier	15,015	10,176
Staff training and development	16,227	8,626
Advertisement and publications	2,878	5,694
Public relations	13,250	17,155
Sales promotion	-	5,000
Subscription	2,005	2,051
Newspaper, periodical and magazine	266	262
Rent and electricity	75,359	40,836
Medical expenses	39,823	37,244
Insurance premium	36,727	27,527
Legal expenses	30	1,067
Audit fees	-	-
Repairs of office equipment	2,665	461
Repairs and maintenance of building	93,835	29,828
Entertainment	13,709	9,820
Gifts and donations	18,531	24,904
Hotel and accommodation	998	2,234
Repair of furniture and fittings	5,632	4,250
Computer support and accessories	36,708	24,529
Lighting and fitting expenses	33,585	1,753
Premises upkeep and cleaning	21,524	15,578
Special security expenses	9,266	6,621
Office running expenses	9,987	4,206
Board meeting expenses	3,180	7,400
Recruitment expenses	-	-
Staff welfare expenses	61,799	1,745
Professional and business fees	6,110	9,624
Directors expenses	23,000	20,500
Bank charges	14,139	5,425
Government levies	7,771	2,899
Impairment Allowance on Receivables	-	-
Other expenses	68,888	15,988
	<b>1,426,222</b>	<b>914,298</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE MONTHS ENDED 31 MARCH, 2024

	3 Months Ended 31 March 2024 N'000	3 Months Ended 31 March 2023 N'000
<b>7</b>		
<b>FINANCE INCOME AND FINANCE COST</b>		
<b>Finance Income</b>		
Interest Income	134,805	8,680
Interest on defined benefit obligation	-	-
	<u>134,805</u>	<u>8,680</u>
Foreign exchange Gain	-	2,816
	<u><b>134,805</b></u>	<u><b>11,497</b></u>
<b>Finance Expense</b>		
Interest on loan	79,593	83,953
Interest on defined benefit obligation	-	-
	<u>79,593</u>	<u>83,953</u>
Foreign exchange Loss	-	-
	<u><b>79,593</b></u>	<u><b>83,953</b></u>

## 8

### EMPLOYEE BENEFIT EXPENSES

Salaries and wages	248,383	206,434
Pension fund contribution	13,814	13,351
Leave allowance	18,567	15,708
Gratuity and terminal benefits	94,470	93,676
Overtime	11,051	6,919
13th month salary	60,541	58,457
Other allowance	4,735	3,040
ITF contribution	7,789	7,530
NSITF Employee Compensation	7,215	6,973
	<u><b>466,566</b></u>	<u><b>412,089</b></u>

	3 Months Ended 31 March 2024 Number	3 Months Ended 31 March 2023 Number
<b>8.1</b>		
<b>The Average number of employees per department:</b>		
Operations	1,877	1,877
Administrations	51	51
	<u><b>1,928</b></u>	<u><b>1,928</b></u>

## 8.2

### Employees remuneration Scale

#### RANGE

< 1000000	942	942
1000000-2000000	814	814
2000001-3000000	118	118
3000001-4000000	26	26
4000001-5000000	13	13
5000001-6000000	11	11
6000001-7000000	-	-
7000001-8000000	-	-
8000001-14000000	4	4
	<u><b>1,928</b></u>	<u><b>1,928</b></u>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

9

### PROPERTY, PLANT AND EQUIPMENTS

	Leasehold Land N'000	Building N'000	Motor Vehicle and Trucks N'000	Plant and Machinery N'000	Furniture, Fixture and Fittings N'000	Computer Equipment N'000	Office Equipment N'000	Sundry Tools N'000	Total N'000
<b>Cost:</b>									
At 1 January 2023	40,950	5,065,492	526,676	16,476,845	790,326	145,370	250,806	131,296	23,427,761
Charge for the year	-	497,553	62,403	2,282,702	55,039	32,552	9,909	8,215	2,948,373
<b>At 31 December 2023</b>	<b>40,950</b>	<b>5,563,045</b>	<b>589,079</b>	<b>18,759,547</b>	<b>845,365</b>	<b>177,922</b>	<b>260,715</b>	<b>139,511</b>	<b>26,376,134</b>
Additions	-	9,412	9,999	1,101,790	29,453	15,203	4,960	26,867	1,197,684
<b>At 31 March, 2024</b>	<b>40,950</b>	<b>5,572,457</b>	<b>599,077</b>	<b>19,861,337</b>	<b>874,818</b>	<b>193,125</b>	<b>265,675</b>	<b>166,378</b>	<b>27,573,817</b>
<b>Accumulated Depreciation:</b>									
At 1 January 2023	30,030	889,657	300,350	6,925,097	640,872	83,170	217,648	82,032	9,168,856
Charge for the year	9,828	192,321	94,985	1,695,115	65,068	21,853	20,833	25,080	2,125,083
<b>At 31 December 2023</b>	<b>39,858</b>	<b>1,081,978</b>	<b>395,335</b>	<b>8,620,212</b>	<b>705,940</b>	<b>105,023</b>	<b>238,481</b>	<b>107,112</b>	<b>11,293,939</b>
Charge for the year	-	51,646	24,127	452,067	17,911	8,901	365	6,787	561,804
<b>At 31 March, 2024</b>	<b>39,858</b>	<b>1,133,624</b>	<b>419,462</b>	<b>9,072,279</b>	<b>723,851</b>	<b>113,924</b>	<b>238,846</b>	<b>113,899</b>	<b>11,855,743</b>
<b>Carrying amount:</b>									
<b>At 31 March, 2024</b>	<b>1,092</b>	<b>4,438,833</b>	<b>179,616</b>	<b>10,789,057</b>	<b>150,967</b>	<b>79,201</b>	<b>26,828</b>	<b>52,479</b>	<b>15,718,074</b>
<b>At 31 December, 2023</b>	<b>1,092</b>	<b>4,481,068</b>	<b>193,744</b>	<b>10,139,334</b>	<b>139,425</b>	<b>72,899</b>	<b>22,234</b>	<b>32,399</b>	<b>15,082,195</b>

Property, plant and equipment includes right-of-use assets of N10.9 Million related to leased hold land.

#### 9.1 Revaluation

The Company's Property, Plant & Equipment were revalued on March 29, 2018 by Messrs. Ubosi Eleh & Company (FRC/2014/NIESV/00000003997) an accredited independent valuer who has valuation experience for similar offices using the Market Value Basis of valuation.

Leasehold Land is stated at cost and as such do not fall under any class of the revalued assets by the Independent Valuers.

#### 9.2 Assets pledged as security

Borrowings are secured by a debenture on fixed and floating assets of the company.

	<b>3 Months Ended 31 March, 2024</b>	<b>3 Months Ended 31 March, 2023</b>
	<b>N'000</b>	<b>N'000</b>
<b>9.3 Depreciation charged during the period are included in:</b>		
Cost of sales	452,066	417,987
Administrative expenses	109,737	105,301
	<b>561,804</b>	<b>523,287</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

### 10

#### INVESTMENT PROPERTIES

<b>Cost</b>	<b>Building ₦'000</b>
At 1 January 2023	851,188
Additions	26,364
<b>At 31 December 2023</b>	<b>877,552</b>
Additions	-
<b>At 31 March, 2024</b>	<b>877,553</b>
<b>Accumulated Depreciation</b>	
At 1 January 2023	116,658
Charge for the year	27,268
<b>At 31 December 2023</b>	<b>143,926</b>
Charge for the year	7,679
<b>At 31 March, 2024</b>	<b>151,605</b>
<b>Carrying amount</b>	
<b>At 31 March, 2024</b>	<b>725,948</b>
<b>At 31 December, 2023</b>	<b>733,627</b>

The Investment properties are depreciated using the straight-line method. The rate of depreciation used is 3.5% based on the useful lives of the lease on the landed property.

#### a) Description of the Investment Properties

Investment properties include Skyway Aviation Handling Company Plc. corporate office and Skyway Aviation Handling Company Plc. Office Complex located at Murtala Mohammed Airport Lagos, Nigeria which were made available for rental during the period.

	<b>31 March 2024 ₦'000</b>	<b>31 Dec., 2023 ₦'000</b>
<b>b) Net amounts recognised in profit or loss for investment properties are as follows:</b>		
Rental income	40,495	188,014
Direct operating expenses	(65,684)	(39,777)
Depreciation	(7,679)	(27,268)
	<b>(32,869)</b>	<b>120,969</b>

Depreciation has been included in Administrative expenses in the Statement of Profit or Loss and Other Comprehensive Income.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

### c) Non-current assets pledged as security

Refer to note 9.2 for information on non-current assets pledged as security by the company.

### d) Contractual obligations

The Company's lease agreement with FAAN on the Investment Property Lands places a restriction on the realization of the investment properties. The company has no contractual obligations to purchase the Land but can construct or develop investment properties or for repairs, maintenance and enhancements.

### e) Leasing arrangements

Some of the investment properties are leased to tenants under long-term operating leases with rentals payable annually. Minimum lease payments under non-cancellable operating leases of investment properties recognised in the financial statements as payables are as follows:

	<b>3 Months Ended</b> <b>31 March 2024</b>	<b>Year Ended</b> <b>31 Dec., 2023</b>
	<b>₦'000</b>	<b>₦'000</b>
Within one year	46,014	46,014
Later than one year but not later than 5 years	119,118	13,483
	<b><u>165,132</u></b>	<b><u>59,498</u></b>

## 11

### INTANGIBLE ASSETS

	<b>Website</b>	<b>Software</b>	<b>Goodwill</b>	<b>Total</b>
<b>Cost</b>	<b>₦'000</b>	<b>₦'000</b>	<b>₦'000</b>	<b>₦'000</b>
At 1 January 2023	1,050	26,320	4,057,388	4,084,758
Additions	-	-	-	-
<b>At 31 December 2023</b>	<b>1,050</b>	<b>26,320</b>	<b>4,057,388</b>	<b>4,084,758</b>
Addition	-	-	-	-
<b>At 31 March, 2024</b>	<b><u>1,050</u></b>	<b><u>26,320</u></b>	<b><u>4,057,388</u></b>	<b><u>4,084,758</u></b>
<b><u>Amortisation</u></b>				
At 1 January 2023	298	3,451	-	3,748
Amortisation	-	1,770	-	1,770
<b>At 31 December 2023</b>	<b>298</b>	<b>5,221</b>	<b>-</b>	<b>5,518</b>
Amortisation	263	181	-	443
<b>At 31 March, 2024</b>	<b><u>560</u></b>	<b><u>5,402</u></b>	<b><u>-</u></b>	<b><u>5,962</u></b>
<b>Carrying amount</b>				
<b>At 31 March, 2024</b>	<b><u>490</u></b>	<b><u>20,918</u></b>	<b><u>4,057,388</u></b>	<b><u>4,078,796</u></b>
<b>At 31 December, 2023</b>	<b><u>753</u></b>	<b><u>21,099</u></b>	<b><u>4,057,388</u></b>	<b><u>4,079,240</u></b>

### a

#### Impairment test

There was no impairment loss on Goodwill during the period.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>12</b>		
<b>INVENTORIES</b>		
Spares	1,108,694	885,660
Oil and lubricants	46,242	30,255
	<b>1,154,936</b>	<b>915,915</b>

None of the company's inventories were pledged as collateral for borrowings.

The company's inventories were also not written down during the year (2022 : Nil).

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>13</b>		
<b>TRADE AND OTHER RECEIVABLES</b>		
Trade Receivables	5,744,116	4,758,264
<b>Less:</b> Allowance for Impairment (Note 13(a)(i))	(1,089,605)	(1,089,605)
	4,654,511	3,668,659
Due from related parties (Note 18.2)	3,622,954	3,541,376
Advance to Suppliers (Note 13(b))	1,332,450	1,604,207
Other Receivables (Note 13(c))	712,504	525,499
Staff Loan (Note 13(d))	254,970	203,343
Prepayments (Note 13(e))	75,991	173,213
	<b>10,653,381</b>	<b>9,716,297</b>

The company determines its recoverability of trade receivable after considering any changes in the credit quality of the trade receivables from the date credit is granted up to the end of the reporting period.

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>a) Allowance for impairment</b>		
Balance at the beginning of the year	1,194,605	1,144,565
Write off Debts	-	(116,684)
Adjustment for reversals	-	-
Allowance for Impairment for the year	-	166,724
Balance at end of the year	<b>1,194,605</b>	<b>1,194,605</b>

### **i.) Allowance for impairment is further analysed below**

Trade Receivables	1,089,605	1,089,605
Advance to Suppliers	105,000	105,000
Other Receivables	-	-
	<b>1,194,605</b>	<b>1,194,606</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE MONTHS ENDED 31 MARCH, 2024

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>b) Advance to Suppliers</b>		
Cash with Suppliers	1,437,450	1,709,207
Allowance for impairment of advance to suppliers (Note 13(a)(i))	(105,000)	(105,000)
	<b>1,332,450</b>	<b>1,604,207</b>
<b>c) Other Receivables</b>		
Staff Advance for Expenses	6,478	6,879
Withholding Tax Receivables	706,026	518,620
Loan to ABX World	-	-
Allowance for impairment of loan to ABX World (Note 17(a)(i))	-	-
	<b>712,504</b>	<b>525,499</b>

### d) Staff Loan

Staff Loan are non-interest bearing. They are repayable within 12month.

### e) Prepayments

Prepayments relate to rent prepaid on its offices complex all over the country and insurance prepaid on its Property, Plants and Equipment.

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>14</b>		
<b>CASH AND CASH EQUIVALENTS</b>		
Cash	5,337	7,536
Bank	2,051,280	942,952
Short term deposits	1,314,744	1,514,620
	<b>3,371,361</b>	<b>2,465,108</b>

Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the Company, and earn interest at the respective short-term deposit rates.

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
Cash	5,337	7,536
Bank	2,051,280	942,952
Short term deposits	1,314,744	1,514,620
	3,371,361	2,465,108
Bank Overdrafts	-	-
	<b>3,371,361</b>	<b>2,465,108</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>15</b>		
<b>TRADE AND OTHER PAYABLES</b>		
Trade Payables	1,060,413	1,207,095
Customers Deposits	-	1,010,502
Provision for concession fee	1,378,503	1,021,320
Other Payables	233,148	96,556
Accruals (Note 15.2)	306,963	183,153
Statutory obligations payables – tax and social security payments (Note 15.3)	862,949	604,560
	<b>3,841,976</b>	<b>4,123,186</b>

### 15.1

Terms and conditions of the above financial liabilities:

- Trade payables are non-interest bearing and are normally settled within 12months.
- Other payables are non-interest bearing and have an average term of 6months.

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>15.2</b>		
<b>Accruals</b>		
Stamp Duties	18,407	17,720
Others	288,556	165,433
	<b>306,963</b>	<b>183,153</b>

### 15.3

#### Statutory obligation payables – tax and social security payments

Withholding tax payables	40,751	43,995
Value added tax payable	528,026	330,996
ITF contribution	3,822	1,119
NSITF contribution payable	6,799	4,286
Pension	197,927	196,306
PAYE	26,419	23,110
Cooperative and thrift	58,109	3,907
Union dues	1,094	840
National Housing Fund	1	1
	<b>862,949</b>	<b>604,560</b>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>16</b>		
<b>BORROWINGS</b>		
Bank of Industry	3,266,667	3,441,667
United Bank for Africa Plc.	23,043	54,861
	<b>3,289,710</b>	<b>3,496,528</b>
<b>Classification of borrowings:</b>		
Current	124,403	124,403
Non Current	3,165,307	3,372,124
	<b>3,289,710</b>	<b>3,496,527</b>

### i. United Bank for Africa Plc.-Term Loan

This is a facility of ₦319,041,494.72(€768,608) which was sourced to purchase a ground handling equipment. The facility is for a tenor of 4 years effective 2020. The interest rate is floating at 14% p.a below the lender's prime lending rate currently 25% per annum giving an initial gross interest rate of 11% per annum. The facility is secured against fixed and floating assets of the company and personal guarantee of the Chairman.

### ii. Bank of Industry

This is a facility of ₦3,500,000,000 which was sourced for the procurement of equipment and machinery for aviation ground handling services. It is for six(6) years (inclusive of a 12 (twelve) months moratorium on principal repayment commencing from the date of first disbursement. The interest rate is 9% per annum "all in" (subject to review) payable monthly in arrears commencing from the date of first disbursement.

## 17

### Reconciliation of movements of Liabilities to cash flows arising from Financing Activities

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
Opening Balance	3,496,527	3,635,450
<b>Changes from Financing Cash flows</b>		
Additional Borrowing	-	-
Repayment of Borrowings	(206,818)	(138,923)
<b>Other Changes</b>		
Interest Expense	79,593	367,214
Interest Paid	(79,593)	(367,214)
	-	-
<b>Closing amount as at ending</b>	<b>3,289,710</b>	<b>3,496,527</b>

## 18

### RELATED PARTY

The company entered into various transaction with related parties in the ordinary course of business.

Details of the transactions between the Company and other related parties are disclosed below:

#### 18.1 Identity of Related Party

Port and Cargo Handling Services Company Limited

Sifax Shipping Company Limited

#### Port and Cargo Handling Services Company Limited

Ports and Cargo Handling Services is the port operations arm of SIFAX Group. The company entered into various transactions with the related party, ranging from support services to expenses incurred by the related company. The outstanding amount is from the various transactions entered with the related party.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

### Sifax Shipping Company Limited

SIFAX Shipping Company Limited was founded to provide a variety of complementary, quality shipping services. The company's bouquet of services includes Ship Agency, Ship Husbandry, Protective Agency/ Owners Representation, Crew Change and Group age. The amount outstanding represent cost and expenses incurred by the company on behalf of Skyway Aviation Handling Company Plc.

### 18.2 Outstanding Balances

#### Due from related entities

Sifax Shipping Company Limited

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
	3,622,954	3,541,376
	<b>3,622,954</b>	<b>3,541,376</b>

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#### SHARE CAPITAL

##### Issued and fully paid

Ordinary shares of 50k each

(2022: Ordinary shares of 50k each)

	Unaudited 3 Months Ended 31 March 2024 Unit	Audited Year ended 31 Dec., 2023 Unit
	<b>1,353,580,000</b>	<b>1,353,580,000</b>

##### Issued and fully paid

Balance at the beginning of the period

Issued during the period

Balance at the end of the period

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
	676,790	676,790
	-	-
	<b>676,790</b>	<b>676,790</b>

All ordinary shares rank equally with regard to the Company's residual assets

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE THREE MONTHS ENDED 31 MARCH, 2024

### 20 Employee Benefits Obligation

#### a) Defined Contribution Plan

The company operates a defined contribution pension scheme in line with the provisions of the Pension Reform Act, 2004, with contributions based on the employees' emoluments in the ratio 8% by the employee and 12% by the employer.

	<b>Unaudited</b>	<b>Audited</b>
	<b>3 Months Ended</b>	<b>Year ended</b>
	<b>31 March 2024</b>	<b>31 Dec., 2023</b>
	<b>N'000</b>	<b>N'000</b>
Balance at beginning	196,306	170,317
Charge to profit or loss	76,665	307,796
Payments during the period	<u>(75,044)</u>	<u>(281,807)</u>
Balance at the end	<u><u>197,927</u></u>	<u><u>196,306</u></u>

The company's contributions to this scheme is charged to the profit or loss account in the period to which they relate. Contributions to the scheme are managed by Stanbic IBTC pension manager, and other appointed pension managers on behalf of the beneficiary staff in line with the provisions of the Pension Reform Act.

Consequently, the company has no legal or constructive obligations to pay further contributions if the funds do not hold sufficient assets to meet the related obligations to employees.

#### b) Defined Benefit Plan

The Company also has a retirement benefits policy for all its full-time employees who have served the company for a minimum of 1 year. The company has a post-retirement programme for any employee who has attained the terminal age limit of 60years and 35 years in service whichever is earlier.

The amount included in the statement of financial position as a result of the entity's obligation in respect of its defined benefit plans is as follows:

	<b>Unaudited</b>	<b>Audited</b>
	<b>3 Months Ended</b>	<b>Year ended</b>
	<b>31 March 2024</b>	<b>31 Dec., 2023</b>
	<b>N'000</b>	<b>N'000</b>
Present value of the defined benefit plan	3,024,831	3,023,549
Fair value of plan assets	<u>-</u>	<u>-</u>
<b>Funded Status</b>	<u><u>3,024,831</u></u>	<u><u>3,023,548</u></u>

Reconciliation of change in the present value of the defined benefit plan are as follows:

	<b>Unaudited</b>	<b>Audited</b>
	<b>3 Months Ended</b>	<b>Year ended</b>
	<b>31 March 2024</b>	<b>31 Dec., 2023</b>
	<b>N'000</b>	<b>N'000</b>
Statement of Financial Position - Opening	3,023,548	2,240,086
Net Periodic Benefit Cost recognised in the Profit or loss	143,761	483,563
Benefit paid by employer during the period	(142,478)	(226,736)
Amount recognised in Other Comprehensive income	<u>-</u>	<u>526,635</u>
	<u><u>3,024,831</u></u>	<u><u>3,023,548</u></u>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>21</b>		
<b>RETAINED EARNINGS</b>		
As at beginning of the period	6,396,427	4,665,090
Profit for the period	945,231	1,954,679
Dividend	-	(223,342)
As at the end of the period	<u>7,341,657</u>	<u>6,396,427</u>

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#### REVALUATION RESERVE

As at beginning of the period	9,088,895	9,088,895
Other Comprehensive Income	-	-
As at the end of the period	<u>9,088,895</u>	<u>9,088,895</u>

The revaluation reserve relates to the revaluation of Property, Plant & Equipment (Refer to Note 9.1).

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
<b>23</b>		
<b>ACTUARIAL VALUATION RESERVE</b>		
As at beginning of the period	529,431	323,137
Other Comprehensive Income	-	206,294
As at the end of the period	<u>529,431</u>	<u>529,431</u>

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#### FOREIGN EXCHANGE TRANSLATION RESERVE

As at beginning of the period	1,304,796	-
Other Comprehensive Income	1,140,700	1,304,796
As at the end of the period	<u>2,445,496</u>	<u>1,304,796</u>

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#### SHARE PREMIUM

As at beginning of the period	4,784,010	4,784,010
Issued during the period	-	-
As at the end of the period	<u>4,784,010</u>	<u>4,784,010</u>

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#### EARNINGS PER SHARE

Basic earnings per share amounts are calculated by dividing net profit for the period attributable to ordinary equity holders by the weighted average number of ordinary shares outstanding during the year.

	Unaudited 3 Months Ended 31 March 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
Net profit attributable to ordinary equity holders	<u>945,231</u>	<u>1,954,678</u>
	Number	Number
Weighted average number of ordinary shares	<u>1,353,580,000</u>	<u>1,353,580,000</u>
<b>Basic earning per Ordinary Shares (Kobo)</b>	<u>70</u>	<u>144</u>
<b>Diluted earnings per ordinary shares (Kobo)</b>	<u>70</u>	<u>144</u>

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE THREE MONTHS ENDED 31 MARCH, 2024

	Unaudited 3 Months Ended 31 March 2024 ₦'000	Audited Year ended 31 Dec., 2023 ₦'000
<b>27</b>		
<b>DEFERRED INCOME</b>		
<b>Rental Income</b>	<u>165,132</u>	<u>59,496</u>
Amount received during the period are categorized as follows:		
Current portion	46,014	46,014
Non-Current portion	<u>119,118</u>	<u>13,483</u>
	<u>165,132</u>	<u>59,496</u>
<b>28</b>		
<b>INCOME TAX LIABILITY</b>		
The major components of income tax expense for the period are:		
<b>As per profit or loss:</b>		
<b>Current income tax charge:</b>		
Income tax	927,964	468,619
Education tax	77,330	140,586
Police Levy	-	132
NASENI	-	6,576
<b>Total Current Tax</b>	<u>1,005,295</u>	<u>615,913</u>
<b>Deferred tax:</b>		
Origination and reversal of temporary differences (Note 33)	-	59,696
<b>Total Deferred Tax</b>	<u>-</u>	<u>59,696</u>
<b>Income Tax Expense</b>	<u>1,005,295</u>	<u>675,609</u>
<b>As per other comprehensive Income:</b>		
Origination and reversal of temporary differences	<u>-</u>	<u>(206,294)</u>
<b>As Per Statement of Financial Position:</b>		
As at beginning of the period	582,790	210,387
Current income tax charge for the period	<u>1,005,295</u>	<u>615,912</u>
	1,588,085	826,299
<b>Less: Payment during the period</b>		
Withholding Tax Credit Notes	-	-
Cash	-	(243,509)
As at the end of the period	<u>1,588,085</u>	<u>582,790</u>

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### DEFERRED TAX LIABILITIES/(ASSETS)

#### As Per Statement of Financial Position:

#### Summarized Reconciliation of Total deferred tax assets (Net):

As at beginning of the period	1,073,516	926,918
Relating to origination and reversal of temporary differences	-	146,598
As at the end of the period	<u>1,073,516</u>	<u>1,073,516</u>

Deferred tax assets and liabilities relates to the unutilised capital allowances, Employee benefit and receivables/intangible assets to the extent that the realisation of the related tax benefits through future taxable profits is probable. All deferred tax assets/liabilities are deemed to be recoverable after 12months. Deferred tax on revaluation surplus is based on capital gains tax of 10%.

# SKYWAY AVIATION HANDLING COMPANY PLC

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE HALF YEAR ENDED 30 JUNE, 2023

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### SECURITIES TRADING POLICY

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) Skyway Aviation Handling Company Plc maintains a Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the Company's shares. The Policy undergoes periodic reviews by the Board and is updated accordingly. The Company has made specific inquiries of all its directors and other insiders and is not aware of any infringement of the policy during the period.