

Group Financials

RED STAR EXPRESS PLC

**UNAUDITED FINANCIAL REPORT
FOR THE PERIOD ENDED 30TH JUNE, 2022**

Red Star Express



Red Star Freight



Red Star Logistics



Red Star Support Services



RED STAR EXPRESS PLC

UNAUDITED FINANCIAL HIGHLIGHTS FOR THE PERIOD ENDED 30TH JUNE, 2022

MAJOR STATEMENT OF COMPREHENSIVE INCOME ITEMS

THE GROUP			
	Current Period		Comparative Period
		Year to Date Apr'22 - Jun'22 N'000	Year to Date Apr'21 - Jun'21 N'000
TURNOVER		3,240,821	2,810,235
PROFIT/LOSS BEFORE TAX		177,442	99,579
PROFIT/LOSS AFTER TAX		119,770	67,713

THE COMPANY			
	Current Period		Comparative Period
		Year to Date Apr'22 - Jun'22 N' 000	Year to Date Apr'21 - Jun'21 N' 000
TURNOVER		1,869,286	1,713,610
PROFIT/LOSS BEFORE TAX		130,305	66,376
PROFIT/LOSS AFTER TAX		87,953	45,136

MAJOR STATEMENT OF FINANCIAL POSITION ITEMS

	THE GROUP		THE COMPANY	
	Jun-22 N' 000	Mar-22 N' 000	Jun-22 N' 000	Mar-22 N' 000
TOTAL ASSETS	8,334,371	7,752,187	6,551,135	6,046,560
SHAREHOLDERS FUND	4,313,395	4,193,625	3,554,695	3,466,742
SHARE CAPITAL	477,211	477,211	477,211	477,211
SHARE PREMIUM	1,515,600	1,515,600	1,515,600	1,515,600
REVENUE RESERVE	2,319,423	2,199,653	1,560,722	1,472,769

INFORMATION PER 50 KOBO ORDINARY SHARE

	THE GROUP		THE COMPANY	
	Jun-22	Mar-22	Jun-22	Mar-22
NO OF ORDINARY SHARES	954,423	954,423	954,423	954,423
NET ASSET (N)	4,313,397	4,193,625	3,554,695	3,466,742
EARNINGS PER SHARE (KOBO)	13	9	9	13
NET ASSET PER SHARE(KOBO)	452	439	372	363

RED STAR EXPRESS PLC

UNAUDITED CONSOLIDATED & SEPARATE STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE, 2022

		The Group		The Company	
		Current Period	Comparative Period	Current Period	Comparative Period
		Year to Date	Year to Date	Year to Date	Year to Date
		Apr'22 - Jun'22	Apr'21 - Jun'21	Apr'22 - Jun'22	Apr'21 - Jun'21
		N'000	N'000	N'000	N'000
Note					
Turnover	1	3,240,821	2,810,235	1,869,286	1,713,610
Cost of sales	3	(2,468,547)	(2,204,734)	(1,344,047)	(1,317,915)
Gross profit		772,274	605,501	525,239	395,695
Other income	2	35	2,498	35	1,169
		772,308	607,999	525,274	396,864
Administrative and Other Operating Expenses	4	(537,278)	(451,711)	(354,374)	(288,942)
Staff Gratuity	5	(8,007)	(3,823)	(4,658)	(1,661)
Depreciation & Amortisation	6	(36,488)	(29,581)	(34,044)	(27,167)
Impairment Loss		-	-	-	-
Effect of change in estimate useful life of PPE		-	-	-	-
Total operating Expenses		(581,772)	(485,116)	(393,077)	(317,770)
Finance Income	7	1	-	1	-
Finance Costs	7	(13,096)	(23,305)	(1,894)	(12,719)
Profit/Loss Before interest and Tax		177,442	99,579	130,305	66,376
Interest and similar charges		-	-	-	-
Provision for diminution in investments		-	-	-	-
Profit/(Loss) Before Income Tax		177,442	99,579	130,305	66,376
Income Tax	8.1	(57,672)	(31,866)	(42,352)	(21,240)
Profit/(Loss) from continuing operation		119,770	67,713	87,953	45,136
Profit attributable to:					
Owners of the company		119,770	67,713	87,953	45,136
Non controlling Interests		-	-	-	-
Profit for the period		119,770	67,713	87,953	45,136
Earnings per share					
Basic earnings per share (kobo)	29	13	7	9	5
Diluted earnings per share (kobo)					
Number of ordinary shares in issue	29	954,423	954,423	954,423	954,423

RED STAR EXPRESS PLC

UNAUDITED CONSOLIDATED & SEPARATE STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE, 2022

		<u>The Group</u>		<u>The Company</u>	
		<u>Jun-22</u>	<u>Mar-22</u>	<u>Jun-22</u>	<u>Mar-22</u>
	<u>Note</u>		<u>N'000</u>	<u>N'000</u>	<u>N'000</u>
ASSETS					
<u>Non Current Assets</u>					
Property Plant and Equipments	9	2,914,122	2,848,652	1,379,683	1,260,572
Intangible Assets	10	41,456	45,349	41,323	45,016
Right Of Use of Assets	11	171,982	185,891	95,136	109,046
Long Term Prepayments	15	278,574	235,186	62,848	3,085
Equity instrument at fair value through OCI	11.1	1,696	1,696	1,696	1,696
Investment in subsidiary	11.2	-	-	1,153,065	1,153,065
Employee Benefit asset		7,288	16,286	4,715	16,286
Total Non Current Assets		3,415,117	3,333,060	2,738,465	2,588,765
<u>Current Assets</u>					
Inventories	12	97,229	91,707	80,105	82,755
Trade debtors	13	2,499,483	2,369,244	1,292,638	1,391,920
Other receivables	14	1,485,742	1,419,259	740,346	676,482
Current prepayments	15	152,966	78,574	100,294	49,675
Due from related company	28			1,006,896	907,426
Cash and cash equivalents	16	713,709	460,343	592,391	349,539
Total Current Assets		4,949,130	4,419,128	3,812,670	3,457,797
TOTAL ASSETS		8,364,247	7,752,187	6,551,135	6,046,560
EQUITY AND LIABILITIES					
<u>LIABILITIES</u>					
<u>Non-current liabilities</u>					
Deferred taxation	18	139,419	139,419	35,020	35,020
Provision for liabilities and charges					
Finance Lease Obligation		61,647	68,472	50,359	47,544
Interest bearing loans and borrowings		247,387	274,774	-	-
Total Non Current Liabilities		448,453	482,665	85,379	82,564
<u>Current liabilities</u>					
Trade creditors		1,290,062	1,086,998	1,185,077	1,074,752
Other creditors and accruals	17	1,913,634	1,635,305	1,469,730	1,237,712
Due to related companies	28		-	30,034	-
Finance Lease Obligation		19,353	21,495	20,573	21,495
Income tax liabilities	8.2	285,198	227,526	205,648	163,296
Interest bearing loans and borrowings		94,150	104,573		
Total Current Liabilities		3,602,397	3,075,897	2,911,062	2,497,255
TOTAL LIABILITIES		4,050,850	3,558,562	2,996,441	2,579,819
<u>Equity</u>					
Share capital	19	477,211	477,211	477,211	477,211
Share premium		1,515,600	1,515,600	1,515,600	1,515,600
Retained Earnings		2,319,423	2,199,653	1,560,722	1,472,769
Fair value of equity instrument designated at FVOCI		1,161	1,161	1,161	1,161
Total Equity		4,313,395	4,193,625	3,554,695	3,466,742
TOTAL EQUITY AND LIABILITIES		8,364,247	7,752,187	6,551,135	6,046,561

The consolidated and separate financial statements were approved by the Board on the 21st of July, 2022 and signed on its behalf by:



Babura Auwalu Badamasi
Managing Director
FRC/2016/ICAN/00000014402



Onyibo Valentine
Chief Financial Officer
FRC/2013/ICAN/00000003908

RED STAR EXPRESS PLC

UNAUDITED CONSOLIDATED & SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30TH JUNE, 2022

The Group						The Company					
	Issued Capital N'000	Share Premium N'000	Retained Earnings N'000	Fair Value of Equity Instrument designated at FVOCI N'000	Total N'000		Issued Capital N'000	Share Premium N'000	Retained Earnings N'000	Fair Value of Equity Instrument designated at FVOCI N'000	Total N'000
As at 1st April 2022	477,211	1,515,600	2,199,653	1,161	4,193,626	As at 1st April 2022	477,211	1,515,600	1,472,769	1,161	3,466,742
Profit for the year			119,770		119,770	Profit for the year			87,953		87,953
Other comprehensive income:					-	Other comprehensive income:					-
Re-measurement gain/(loss) on defined benefit plan					-	Re-measurement gain/(loss) on defined benefit plan					-
Dividend			-		-	Dividend			-		-
As at 30th June, 2022	477,211	1,515,600	2,319,423	1,161	4,313,394	As at 30th June, 2022	477,211	1,515,600	1,560,722	1,161	3,554,695
Consolidated Statement of Changes in Equity For the year ended 31 March 2022						Consolidated Statement of Changes in Equity For the year ended 31 March 2022					
	Issued Capital N'000	Share Premium N'000	Retained Earnings N'000	Fair Value of Equity Instrument designated at FVOCI N'000	Total N'000		Issued Capital N'000	Share Premium N'000	Retained Earnings N'000	Fair Value of Equity Instrument designated at FVOCI N'000	Total N'000
As at 1st April 2021	463,176	1,437,001	2,330,978	1,794	4,232,949	As at 1st April 2021	463,176	1,437,001	1,568,728	1,794	3,470,699
Profit for the year			87,806		87,806	Profit for the year			123,173		123,173
Other comprehensive income:						Other comprehensive income:					-
Re-measurement gain/(loss) on defined benefit plan			(80,180)		(80,180)	Re-measurement gain/(loss) on defined benefit plan			(80,180)		(80,180)
Bonus Issue			(92,634)						(92,634)		
Fair Value of Equity Instrument designated at FVOCI				(633)	(633)	Fair Value of Equity Instrument designated at FVOCI			-	(633)	(633)
Dividend			(46,318)		(46,318)	Dividend			(46,318)		(46,318)
As at 31st March, 2022	463,176	1,437,001	2,199,653	1,161	4,193,624	As at 31st March, 2022	463,176	1,437,001	1,472,769	1,161	3,466,741

RED STAR EXPRESS PLC

UNAUDITED CONSOLIDATED AND SEPARATE STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30TH JUNE, 2022

	NOTE	GROUP		THE COMPANY	
		Jun-22 N'000	Jun-21 N'000	Jun-22 N'000	Jun-21 N'000
Cash flows from operating activities:					
Cash receipts from customers		3,146,368	2,585,990	2,205,140	1,676,516
Payment to suppliers and employees		(2,459,601)	(2,274,158)	(1,786,153)	(1,470,166)
Taxes paid		(52,140)	(45,239)	(13,803)	(24,531)
Cash outflow from long term prepayment		-	-	-	-
		-	-	-	-
Net cash provided by operating activities	21	634,626	266,593	405,184	181,819
Cash flows from investing activities:					
Acquisition of Property Plant & Equipment	9	(240,116)	(193,841)	(192,575)	(51,043)
Purchase of Intangible assets	10	(3,807)	(24,261)	(3,807)	(24,261)
Additions to right of use assets		-	(972)	-	(972)
Interest received	7	1	-	1	-
Dividend received		-	-	-	-
		(243,922)	(219,075)	(196,381)	(76,276)
Net cash provided by investing activities		(243,922)	(219,075)	(196,381)	(76,276)
Cash flows from financing activities:					
Term Loan/Lease repayment		(46,778)	(35,157)	-	-
Refund of unclaimed dividend from registrars		-	-	-	-
Interest Paid		(13,096)	(23,305)	(1,894)	-
Dividend paid		-	-	-	-
		(59,873)	(58,462)	(1,894)	-
Net cash provided by financing activities		(59,873)	(58,462)	(1,894)	-
Net (decrease)/increase in cash and cash equivalents		330,831	(10,944)	206,909	105,542
Net Cash flow from long term prepayment		(77,465)	(185,734)	35,943	(153,774)
Cash and cash equivalents at the beginning of the year		460,343	955,743	349,539	724,287
Cash and cash equivalents at the end of the year	22	713,709	759,065	592,391	676,055

Notes to the Accounts (Statement Of Comprehensive Income)				
FOR THE PERIOD ENDED 30TH JUNE, 2022				
	The Group		The Company	
1 TURNOVER	Current Period	Comparative Period	Current Period	Comparative Period
	Year to Date	Year to Date	Year to Date	Year to Date
	Apr'22 - Jun'22	Apr'21 - Jun'21	Apr'22 - Jun'22	Apr'21 - Jun'21
	N'000	N'000	N'000	N'000
Courier	1,869,286	1,713,610	1,869,286	1,713,610
Logistics	560,139	454,873		
Freight	388,759	247,452		
Support Service	422,638	394,302		
	3,240,821	2,810,235	1,869,286	1,713,610
2 OTHER OPERATING INCOME				
a. Other Income				
Profit on Disposals of property, plant & equipment	-	0	-	
Other Sundry income	35	2,498	35	1,169
Exchange gain		0		
	35	2,498	35	1,169
b. Investment Income				
Related Company Dividend			-	
	-	0	-	0
OTHER OPERATING INCOME	35	2,498	35	1,169
3 COST OF SALES				
Staff cost	436,897	411,852	200,824	190,556
Pension	22,738	21,456	12,041	11,692
Gratuity	8,682	8,921	5,870	3,875
Medical	55,802	46,284	22,899	19,358
Training	5,815	4,307	4,553	3,203
International delivery costs	648,818	554,428	601,621	506,120
Domestic freight & Local deliveries	322,963	326,563	130,858	238,141
Vehicle running costs	457,996	316,925	121,138	84,152
Agent costs	78,818	71,204	77,501	69,741
Local transport & shuttle	79,844	74,797	35,282	52,118
Clearing and documentation charges	106,477	129,977	44,065	51,853
Projects and Consolidation expenses	36,068	18,069		0
Rents ant rates of outlets	30,842	28,464	18,199	19,222
Insurance	25,832	25,558	20,051	11,268
Depreciation	119,843	121,308	27,368	23,555
Direct Operational Costs	31,111	44,621	21,777	33,061
	2,468,547	2,204,734	1,344,047	1,317,915
4 Administrative & Other Operating Expenses				
Annual general meeting expenses	1,437	2,478	499	790
Audit fee	3,625	3,167	2,117	2,167
Bank Charges	7,401	8,103	4,811	5,542
Communication and telephone	28,963	24,382	22,124	18,656
Credit loss expense of financial assets	38,267	31,900	16,583	10,467
Hotel accommodation and entertainment	21,195	16,419	14,149	11,476
Insurance	6,458	6,389	5,013	2,817
Legal and professional charges	29,136	23,583	25,128	18,486
Medical	13,951	11,571	5,725	4,839
Newspaper and periodicals	615	632	449	480
Office protection services	12,360	10,205	6,426	5,781
Power and water	82,731	45,375	64,323	38,118
Printing and stationery	42,120	30,983	37,027	27,933
Publicity and promotion	6,877	15,977	4,719	10,751
Rent and rates	-	-	-	-
Repairs and maintenance	59,011	47,263	46,691	39,375
Security expenses	-	-	-	-
Write off of Property, plant and equipment	-	-	-	-
Employee benefits	147,151	139,999	71,875	66,827
Lease modification	-	-	-	-
Litigation expenses	-	-	-	-
Subscriptions and donations	7,135	5,859	6,044	4,709
Training	1,454	1,077	1,138	801
Transportation, Selling and travelling costs	27,392	26,347	19,533	18,927
	537,278	451,710	354,374	288,942
5 Staff Gratuity				
Employee benefit expenses	8,007	3,823	4,658	1,661
	8,007	3,823	4,658	1,661
6 Depreciation & Amortisation				
Amortisation of Intangible Assets	7,700	8,828	7,500	8,627
Depreciation charge	28,788	20,752	26,544	18,540
	36,488	29,580	34,044	27,167
7 Finance Income/ Finance Costs				
Interest Received	1	0	1	0
Finance Cost - Interest payment on lease & loans	13,096	23,305	1,894	12,719

RED STAR EXPRESS PLC
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30TH JUNE, 2022

	The Group		The Company	
	Current Period	Comparative Period	Current Period	Comparative Period
	Year to Date	Year to Date	Year to Date	Year to Date
	Apr'22 - Jun'22	Apr'21 - Jun'21	Apr'22 - Jun'22	Apr'21 - Jun'21
	N'000	N'000	N'000	N'000
TAXATION				
8.1 Statement of Comprehensive Income				
Income tax	53,232	29,874	39,091	19,913
Education tax	4,436	1,992	3,258	1,328
Back duty charge	-	-	-	-
Nigerian Police trust fund levy	4	-	3	-
Capital gain tax	-	-	-	-
	57,672	31,866	42,352	21,240
Deferred tax (credit)/expense				
	-	-	-	-
	57,672	31,866	42,352	21,240
MINIMUM TAX				
Turnover	3,240,821	2,810,235	1,869,286	1,713,610
Minimum tax @ 0.25%	8,102	7,026	4,673	4,284
Income tax	57,672	31,866	42,352	21,240
	Jun-22	Mar-22	Jun-22	Mar-22
	N'000	N'000	N'000	N'000
8.2 Statement of Financial Position				
At the beginning of the year	227,526	176,232	163,296	93,295
Charge for the year	57,672	168,039	42,352	100,561
Back duty charge	-	134,413	-	11,109
Payments during the year	-	(107,225)	-	(7,503)
Withholding tax credit utilised	-	(143,933)	-	(34,166)
		-		-
At the end of the year	285,198	227,526	205,648	163,296

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The charge for income tax in these consolidated financial statements is based on the provisions of the Companies Income Tax Act, CAP C21, LFN 2004 as amended to date. Education tax is based on the provisions of the Education Tax Act, CAP E4, LFN 2020 (As amended).

FOR THE PERIOD ENDED 30TH JUNE, 2022

30TH JUNE. 2022

Group

SCHEDULE OF PROPERTY PLANT AND EQUIPMENT.

30TH JUNE. 2022

Company	
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10	INTANGIBLE ASSETS
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30TH JUNE, 2022

The Intangible assets represent investments on Computer Software and Software Licenses. This is to be amortised to profit or loss over a period of three years when the application is installed and put into use.

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2022

		The Group		The Company	
		2022 JUN	2022 MAR	2022 JUN	2022 MAR
		N'000	N'000	N'000	N'000
11 RIGHT OF USE ASSET					
Opening balance		185,891	283,435	109,046	127,330
Additions in the year		-	98,271	-	83,592
Depreciation Charge for the year		(13,910)	(195,815)	(13,910)	(101,875)
As at 31st March 2022		171,982	185,891	95,136	109,046
11. EQUITY INSTRUMENT AT FAIR VALUE					
11.1 Quoted Equities					
Nemeith International Pharmaceuticals Plc					
1,194,622 ordinary shares of 50 Kobo each					
Opening Value		1,696	2,329	1,696	2,329
Fair Value (loss)/Gain		-	(633)	-	(633)
Closing Value		1,696	1,696	1,696	1,696
11.2 Unquoted investments at cost:					
336,678 Ordinary shares of 50 Kobo each in Fortune International E		1,793	1,793	1,793	1,793
Provision for diminution in investment		(1,793)	(1,793)	(1,793)	(1,793)
		-	-	-	-
		-	-	-	-
Investment in subsidiaries:	% Holding				
Investment in Red Star Freight Limited	100			354,000	354,000
Investment in Red Star Supports Services Limited	100			49,065	49,065
Investment in Red Star Logistics Limited	100			750,000	750,000
				1,153,065	1,153,065
12 STOCKS					
Stationeries and packaging materials		57,205	68,969	48,335	60,576
Fuel and oil		33,993	17,125	25,819	16,646
Spare parts		6,031	5,613	5,951	5,533
Provision for obsolete stock		-	-	-	-
		97,229	91,707	80,105	82,755
13 TRADE DEBTORS					
Trade debtors		2,670,560	2,486,574	1,411,405	1,510,687
Provision for doubtful debts		(171,077)	(117,330)	(118,767)	(118,767)
		2,499,483	2,369,244	1,292,638	1,391,920

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2022

	<u>The Group</u>		<u>The Company</u>	
	2022 JUN N'000	2022 MAR N'000	2022 JUN N'000	2022 MAR N'000
14 OTHER RECEIVABLES				
WHT Receivable from customers	857,596	728,564	346,874	261,958
WHT Receipts received	275,086	344,525	143,275	185,040
Bank interest receivable	989	989	989	989
Staff advances	75,063	77,920	53,595	58,918
Sundry receivables	44,141	65,610	41,276	65,610
Other staff and operational advances	264,744	233,998	183,521	133,623
ECL on other receivables	(31,876)	(32,347)	(29,185)	(29,656)
				-
	1,485,742	1,419,259	740,346	676,482
15 PREPAYMENTS				
Long term Prepayments	278,574	235,186	62,848	3,085
Current Prepayments	152,966	78,574	100,294	49,675
	431,540	313,760	163,142	52,760
16. Cash, Bank balances and other equivalents				
Cash balances	14,823	4,148	12,334	3,508
Cash-in-transit	190,326	117,618	188,098	115,337
Bank Balances (Naira)	389,274	222,570	302,892	125,266
Short Term Deposits	83,543	63,902	53,000	53,000
Right Issue Utilization	36,740	53,101	36,740	53,101
	714,705	461,339	593,064	350,212
ECL on Cash and Cash Equivalent	(996)	(996)	(673)	(673)
	713,709	460,343	592,391	349,539
16.1 Right Issue Utilization				
At the beginning of the year	53,101	1,318,037	53,101	1,318,037
Utilized during the year	(16,361)	(1,264,936)	(16,361)	(1,264,936)
At the end of the year	36,740	53,101	36,740	53,101
17. OTHER CREDITORS AND ACCRUALS				
Accruals	488,287	277,064	318,680	157,134
Agents & Clearing charges	618,899	665,751	615,384	661,378
Withholding Taxes	89,695	85,753	82,318	80,821
Value added tax	339,902	294,804	161,690	126,895
Staff pension accruals (Note 17.1)	94,185	72,905	14,550	2,186
Unclaimed Dividend	147,534	147,513	147,534	147,513
Other creditors	135,133	86,689	129,575	56,959
	1,913,634	1,630,479	1,469,730	1,232,886
17.1 Staff pension accruals				
At the beginning of the year	72,905	33,297	2,186	4,998
Provision for the year	50,943	243,801	18,542	74,317
Payments and remittances	(29,663)	(204,193)	(6,178)	(77,129)
At the end of the year	94,185	72,905	14,550	2,186
18. DEFERRED TAXATION				
At the beginning of the year	139,419	150,181	35,020	21,383
Charge for the year		23,601		48,000
Tax income/expense recognized in OCI	-	(34,363)	-	(34,363)
At the end of the year	139,419	139,419	35,020	35,020

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2022

		The Group		The Company	
		Jun-22	Jun-21	Jun-22	Jun-21
		N'000	N'000	N'000	N'000
19	SHARE CAPITAL				
	Authorised				
	1,000,000,000 ordinary shares of 50 kobo each	500,000	500,000	500,000	500,000
	Issued and fully paid				
	926,352,051 ordinary shares of 50 kobo each	477,211	463,176	477,211	463,176
20	GENERAL RESERVE				
	At the beginning of the year	2,199,653	2,476,102	1,472,769	1,574,012
	Profit for the period	119,770	67,713	87,953	45,136
	At the end of the period	2,319,423	2,543,815	1,560,722	1,619,148

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT 30TH JUNE, 2022

	<u>The Group</u>		<u>The Company</u>	
	Jun-22 N'000	Jun-21 N'000	Jun-22 N'000	Jun-21 N'000
21. RECONCILIATION OF NET PROFIT AFTER TAXATION TO CASH PROVIDED BY OPERATING ACTIVITIES				
Net profit/(loss) before taxation	177,442	99,581	130,305	66,376
Adjustment to reconcile net income to net cash provided by operating:				
Depreciation of Property,Plants & Equipment	182,350	150,888	80,966	50,721
Depreciation of ROU	4,637	13,691	4,637	13,691
Amortisation of intangible assets	7,700	8,828	7,500	8,627
Long term prepayment utilized	(152,459)	-	(29,492)	-
Interest income	(1)	-	(1)	-
Interest paid (Net interest expense)	-	23,305	1,894	-
(Profit)/loss on disposal of fixed assets	-	-	6,044	-
Write off of property, plant and equipment	-	-	-	-
Other income	(35)	-	(35)	-
Finance cost	13,096	-	1,894	-
Finance income	(1)	9,130	(1)	-
Right issue proceeds	-	-	-	-
Loss on disposal of investment	-	-	-	-
Dividend Income	-	-	(25,448)	-
Exchange difference	-	-	-	-
Lease Modification	-	-	-	-
Expected Credit losses on financial assets	(263,689)	(58,504)	(128,115)	(33,833)
Service cost	-	(2,498)	-	(1,169)
Changes in assets and liabilities:				
(Increase)/decrease in inventory	24,354	(23,665)	2,650	(28,576)
(Increase)/decrease in trade and other receivables	250,852	448,495	35,417	(57,874)
Increase/(decrease) in trade and other payables	451,517	62,268	342,343	59,298
Increase/(decrease) in employee benefits	(8,998)	(419,687)	(11,571)	129,091
Tax Paid	(52,140)	(45,239)	(13,803)	(24,531)
Net cash provided by operating activities	634,626	266,593	405,184	181,819

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2022

				The Group		The Company	
				Jun-22	Jun-21	Jun-22	Jun-21
				N'000	N'000	N'000	N'000
22.	RECONCILIATION OF CASH AND CASH EQUIVALENTS						
	Cash balances			14,823	1,245	12,334	1,052
	Cash-in-transit			190,326	95,956	188,098	93,939
	Bank Current Account			389,274	209,271	302,892	195,022
	Short term deposits			83,543	119,555	53,000	53,000
	Right Issue Utilization			36,740	333,649	36,740	333,649
				714,705	759,676	593,064	676,662
	Expected Credit Loss			(996)	(611)	(673)	(607)
				713,709	759,065	592,391	676,055
23.	EMPLOYMENT AND EMPLOYEES						
23.1	Staff						
	Average number of persons employed in the financial year under review and the staff costs were as follows:						
				Number	Number	Number	Number
	Managerial			5	5	3	3
	Senior staff			52	51	21	26
	Supervisors			243	238	85	79
	Junior staff			1,762	1,642	176	171
				2,062	1,936	285	286
	Staff costs:						
	Salaries, wages and other benefits			546,122	514,815	251,030	238,195
	Staff pension and gratuity			55,111	39,564	15,528	5,535
				601,233	554,379	266,559	243,730
23.2	Employees remunerated at higher rates, excluding allowances:						
	N	N		Number	Number	Number	Number
	140,001	- 210,000		1,560	1,451	180	184
	210,001	- 360,000		468	396	75	74
	360,000	- 900,000		23	18	22	20
	900,001	- 1,700,000		8	8	5	5
	1,700,001	- 2,011,000		3	3	3	3
				2,062	1,876	285	286

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2022

24. Compensation of key management personnel of Red Star Express

	The Group		The Company	
	Jun-22	Jun-21	Jun-22	Jun-21
	N'000	N'000	N'000	N'000
.1 Fees and sitting Allowances	4,806	6,840	4,806	6,840
Executive compensation	5,118	5,675	5,118	5,675
Other Directors and benefits	9,970	8,510	9,970	8,510
	19,894	21,025	19,894	21,025

Fees and emoluments disclosed above include amount paid to:

Chairman

The highest paid Director earned

N'000	N'000
2,578	321
2,747	2,497

- .2 The number of Directors excluding the Chairman whose emoluments were within the following ranges were:

N	N	Number	Number	Number	Number
Below N1,000,000		-	-	-	-
1,000,000 -	2,000,000	-	-	-	-
2,000,001 -	3,000,000	3	3	3	3
3,000,001 and above		5	5	5	5

25. GUARANTEES AND OTHER FINANCIAL COMMITMENTS

.1 Contingent liabilities

As at 30th June 2022, there were no contingent liabilities. The Directors are of the opinion that, based on the Solicitors' advice, no material loss will arise from them. Consequently, no provision has been made in these consolidated financial statements for the amount.

.2 Financial commitments

The Directors are of the opinion that all known liabilities and commitments which are relevant in assessing the Company's state of affairs have been taken into account in the preparation of these consolidated financial statements under review.

.3 Performance Bond

The Company accepted a performance bond of N50 million (2019- N50 million) in favour of Nigeria Customs Service.

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2022

26. SUPPLIERS

The Company's significant suppliers are mainly local. Some of the major suppliers are:

Kungo-Rock Investments Limited
Chita Express Limited
Aegis Core Limited
Knight Pride Int'l Limited
Air France
British Airways

The Company is not associated with the suppliers.

27. POST BALANCE SHEET EVENTS

The Directors are of the opinion that there were no significant post balance sheet events which would have had any material effect on the balance sheet and the profit for the period ended on that date, which have not been adequately provided for or disclosed in the consolidated financial statements.

28. RELATED PARTY TRANSACTIONS

a. Parent and ultimate controlling party

The consolidated financial statements include the financial statements of Red Star Express Plc and the subsidiaries listed below

	%
Red Star Freight Limited	100
Red Star Logistics Limited	100
Red Star Supports Services Limited	100

b. The companies receive payments from customers on behalf of each other and these are transferred accordingly. The balances due from/to the related companies which are disclosed in the balance sheet are as follows:

	<u>The Group</u>		<u>The Company</u>	
	Jun-22	Mar-22	Jun-22	Mar-22
	N'000	N'000	N'000	N'000
Due from related company				
Red Star Freight Limited			157,390	246,234
Red Star Logistics Limited			853,557	662,564
Red Star Supports Services Limited			0	2,678
ECL on related parties			(4,051)	(4,050)
			1,006,896	907,426
Due to related companies				
Red Star Supports Services Limited			30,034	-
			30,034	-

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30TH JUNE, 2022

29 EARNINGS PER SHARE

Basic Earnings Per Share

The calculation of basic earnings per share at 30th June 2022 for the company was based on the profit attributable to ordinary shareholders of N88 million and a weighted average number of ordinary shares outstanding of 954 million for the company. While the group EPS calculation was based on the profit attributable to the group shareholders of N120 million and a weighted average number of ordinary shares outstanding of 954 million shares.

	The Group		The Company	
	Current Period	Comparative Period	Current Period	Comparative Period
	Year to Date	Year to Date	Year to Date	Year to Date
	Apr'22 - Jun'22	Apr'21 - Jun'21	Apr'22 - Jun'22	Apr'21 - Jun'21
	N'000	N'000	N'000	N'000
Profit for the year attributable to shareholders	119,770	67,713	87,953	45,136
Weighted Average number of ordinary shares for basic earnings per share	954,423	954,423	954,423	954,423
Earnings per share (Kobo)	13	7	9	5

30 COMPARATIVE FIGURES

Certain prior year's figures have been reclassified in line with current year's presentation for more meaningful comparison.

31 Segment Information

The Group

Segment Statement of Comprehensive Income

	Courier		Logistics		Freight		Support Services		Group	
	Year to Date	Year to Date	Year to Date	Year to Date	Year to Date	Year to Date	Year to Date	Year to Date	Year to Date	Year to Date
	Apr'22 - Jun'22	Apr'21 - Jun'21	Apr'22 - Jun'22	Apr'21 - Jun'21	Apr'22 - Jun'22	Apr'21 - Jun'21	Apr'22 - Jun'22	Apr'21 - Jun'21	Apr'22 - Jun'22	Apr'21 - Jun'21
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Revenue (External Customers)	1,869,286	1,713,610	560,139	454,873	388,759	247,452	422,638	394,302	3,240,821	2,810,235
Finance Income	1	-	-	-	-	-	-	-	1	-
Cost of Sales	(1,344,047)	(1,317,915)	(461,426)	(363,771)	(311,242)	(194,053)	(351,832)	(336,715)	(2,468,547)	(2,204,734)
Other Income	35	1,169	-	1,104	-	225	-	-	35	2,498
Administrative Expenses	(393,077)	(317,770)	(76,722)	(67,960)	(54,925)	(45,224)	(57,049)	(46,440)	(581,772)	(485,116)
Finance Charges	(1,894)	(12,719)	(10,202)	(10,587)	(1,000)	-	-	-	(13,096)	(23,305)
Profit before income tax	130,305	66,376	11,789	13,659	21,592	8,400	13,757	11,147	177,442	99,578
Income tax expense	(42,352)	(21,240)	(3,832)	(4,371)	(7,018)	(2,688)	(4,471)	(3,567)	(57,672)	(31,866)
Profit after tax	87,953	45,136	7,957	9,288	14,574	5,712	9,285	7,580	119,770	67,712
	Jun-22	Mar-22	Jun-22	Mar-22	Jun-22	Mar-22	Jun-22	Mar-22	Jun-22	Mar-22
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Non Current Assets	2,738,465	2,588,765	1,399,445	1,333,767	58,377	181,960	153,597	149,534	3,215,118	3,333,060
Current assets	3,812,670	3,457,797	1,167,514	1,050,136	748,287	744,781	361,896	314,305	5,119,254	4,419,128
Total Assets	6,551,135	6,046,562	2,566,960	2,383,903	806,664	926,741	515,494	463,839	8,334,371	7,752,188
Ordinary Share Capital	477,211	477,211	750,000	750,000	354,000	354,000	49,065	49,065	477,211	477,211
Share Premium	1,515,600	1,515,600	-	-	-	-	-	-	1,515,600	1,515,600
Retained Earnings	1,560,722	1,472,769	300,060	292,103	179,059	164,485	278,058	268,773	2,319,423	2,199,653
Fair Value of equity (FVOCI)	1,161	1,161	-	-	-	-	-	-	1,161	1,161
Non Current Liabilities	85,379	82,564	395,667	305,383	23,326	32,609	26,170	25,194	448,453	482,665
Current liabilities	2,911,062	2,497,255	1,121,232	1,036,417	250,280	375,647	162,206	120,807	3,572,523	3,075,897
Total Equity & Liabilities	6,551,135	6,046,561	2,566,960	2,383,903	806,664	926,741	515,494	463,839	8,334,371	7,752,188

32 Securities Trading Policy

In accordance with the Post-Listing Rules of the Nigerian Stock Exchange, Red Star Express Plc., has in place a Share Dealing Policy which regulates securities transactions by Directors, Employees and other Insiders.

The Directors, Employees and other Insiders complied with this Rule.