

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

**UNAUDITED
INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
30 JUNE 2024**

SKYWAY AVIATION HANDLING COMPANY PLC

TABLE OF CONTENTS	PAGES
CORPORATE INFORMATION	2-3
DIRECTORS' CERTIFICATION REPORT	4
CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	5
CONDENSED STATEMENT OF FINANCIAL POSITION	6
CONDENSED STATEMENT OF CHANGES IN EQUITY	7
CONDENSED STATEMENT OF CASH FLOWS	8
FREE FLOAT ANALYSIS	9
CONDENSED NOTES TO THE FINANCIAL STATEMENTS	9 - 25

SKYWAY AVIATION HANDLING COMPANY PLC

CORPORATE INFORMATION

REGISTERED CORPORATION	813022																																
TAX IDENTIFICATION NUMBER:	04683753-0001																																
DIRECTORS:	<table><tr><td>Barrister (Dr.) Taiwo Afolabi</td><td>Chairman</td></tr><tr><td>Mrs. Adenike Aboderin</td><td>Managing Director</td></tr><tr><td>Mr. Babatunde Afolabi</td><td>Executive Director</td></tr><tr><td>Mr. Abiodun Adegbesan</td><td>Executive Director</td></tr><tr><td>Mrs. Boma Ukwunna</td><td>Executive Director</td></tr><tr><td>Mr. Herbert Odika</td><td>Executive Director</td></tr><tr><td>Dr. Oluropo Owolabi</td><td>Non-Executive Director</td></tr><tr><td>Barrister Oladipo Kayode Filani</td><td>Non-Executive Director</td></tr><tr><td>Captain Shehu Iyal</td><td>Non-Executive Director</td></tr><tr><td>Mr. Anogwi Anyanwu</td><td>Independent Director</td></tr><tr><td>Dr. Bukola Bello Jaiyesimi</td><td>Independent Non-Executive Director</td></tr><tr><td>Mrs. Laila Jean St. Matthew-Daniel</td><td>Independent Non-Executive Director</td></tr></table>	Barrister (Dr.) Taiwo Afolabi	Chairman	Mrs. Adenike 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	Mr. Anogwi Anyanwu	Independent Director	Dr. Bukola Bello Jaiyesimi	Independent Non-Executive Director	Mrs. Laila Jean St. Matthew-Daniel	Independent Non-Executive Director								
Barrister (Dr.) Taiwo Afolabi	Chairman																																
Mrs. Adenike 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																																
Mr. Anogwi Anyanwu	Independent Director																																
Dr. Bukola Bello Jaiyesimi	Independent Non-Executive Director																																
Mrs. Laila Jean St. Matthew-Daniel	Independent Non-Executive Director																																
PRINCIPAL OFFICERS:	<table><tr><td>Mrs. Adenike Aboderin</td><td>Managing Director/CEO</td></tr><tr><td>Mrs. Boma Ukwunna</td><td>Executive Director - Cargo Services</td></tr><tr><td>Mr. Babatunde Afolabi</td><td>Executive Director IT and Business Development</td></tr><tr><td>Mr. Herbert Odika</td><td>Executive Director - Operations</td></tr><tr><td>Mr. Abiodun Adegbesan</td><td>Executive Director - Finance and Admin.</td></tr><tr><td>Mr. Olugbenga Okeowo</td><td>GM- Operations</td></tr><tr><td>Mr. Donald Adekunle</td><td>GM- Cargo Services</td></tr><tr><td>Ms Jesuyemisi Odeyemi</td><td>GM- Legal/ Company Secretary</td></tr><tr><td>Mr. James Oriowo</td><td>AGM- Engineering and Maintenance</td></tr><tr><td>Mr. Hamzat Bola Olaniyan</td><td>AGM- Billing</td></tr><tr><td>Mr. Yinka Afolabi Ogungbemi</td><td>AGM- Admin Services and Project</td></tr><tr><td>Mr. Taiwo Olayemi Mogaji</td><td>AGM- Internal Control</td></tr><tr><td>Mr. Folorunso Elegbede</td><td>AGM - Human Resources</td></tr><tr><td>Mrs. Christie Oseghale</td><td>AGM - Safety and Quality Assurance</td></tr><tr><td>Mr. Bamaiya Gumuti</td><td>Head - Security</td></tr><tr><td>Mr. Folarin Ilemboye</td><td>SM- Procurement</td></tr></table>	Mrs. Adenike Aboderin	Managing Director/CEO	Mrs. Boma Ukwunna	Executive Director - Cargo Services	Mr. Babatunde Afolabi	Executive Director IT and Business Development	Mr. Herbert Odika	Executive Director - Operations	Mr. Abiodun Adegbesan	Executive Director - Finance and Admin.	Mr. Olugbenga Okeowo	GM- Operations	Mr. Donald Adekunle	GM- Cargo Services	Ms Jesuyemisi Odeyemi	GM- Legal/ Company Secretary	Mr. James Oriowo	AGM- Engineering and Maintenance	Mr. Hamzat Bola Olaniyan	AGM- Billing	Mr. Yinka Afolabi Ogungbemi	AGM- Admin Services and Project	Mr. Taiwo Olayemi Mogaji	AGM- Internal Control	Mr. Folorunso Elegbede	AGM - Human Resources	Mrs. Christie Oseghale	AGM - Safety and Quality Assurance	Mr. Bamaiya Gumuti	Head - Security	Mr. Folarin Ilemboye	SM- Procurement
Mrs. Adenike Aboderin	Managing Director/CEO																																
Mrs. Boma Ukwunna	Executive Director - Cargo Services																																
Mr. Babatunde Afolabi	Executive Director IT and Business Development																																
Mr. Herbert Odika	Executive Director - Operations																																
Mr. Abiodun Adegbesan	Executive Director - Finance and Admin.																																
Mr. Olugbenga Okeowo	GM- Operations																																
Mr. Donald Adekunle	GM- Cargo Services																																
Ms Jesuyemisi Odeyemi	GM- Legal/ Company Secretary																																
Mr. James Oriowo	AGM- Engineering and Maintenance																																
Mr. Hamzat Bola Olaniyan	AGM- Billing																																
Mr. Yinka Afolabi Ogungbemi	AGM- Admin Services and Project																																
Mr. Taiwo Olayemi Mogaji	AGM- Internal Control																																
Mr. Folorunso Elegbede	AGM - Human Resources																																
Mrs. Christie Oseghale	AGM - Safety and Quality Assurance																																
Mr. Bamaiya Gumuti	Head - Security																																
Mr. Folarin Ilemboye	SM- 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 (CONTINUED)

PRINCIPAL BANKERS:	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. Lotus Bank Parallex Bank Polaris Bank Limited Providus Bank Stanbic IBTC Bank Plc. Sterling Bank Plc. Union Bank of Nigeria Limited United Bank for Africa Plc. Wema Bank Plc. Zenith Bank Plc.
INDEPENDENT AUDITORS	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
SOLICITORS	Justification Law Firm 7, Kolawole Odunsi Street, Off Unity Road, Mobolaji Bank, Anthony way,
REGISTRARS:	Apel Capital Registrars Limited 8, Alhaji Bashorun Street, Off Norman Williams Street, Ikoyi, Lagos State.
ADVISERS	J. Ajayi Patunola & Co. FRC/2013/0000000000679 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 HALF YEAR ENDED 30 JUNE, 2024

We have reviewed the condensed financial statements of Skyway Aviation Handling Company Plc for the period ended 30 June, 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;

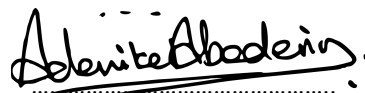
we have;

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;

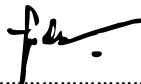
ii continuously evaluated the effectiveness of the Company's internal controls on a quarterly basis;



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



.....
Mrs. Adenike Aboderin
Managing Director/CEO
FRC/2021/PRO/00000022723
Date: 25th July, 2024



.....
Mr. Abiodun Adegbesan
Director - Finance and Admin
FRC/2024/PRO/DIR/003/831228
Date: 25th July, 2024
FRC/2024/PRO/DIR/003/831228

SKYWAY AVIATION HANDLING COMPANY PLC

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 30 JUNE, 2024

	NOTE	Unaudited 3 Months Ended		Unaudited 6 Months Ended		Audited Year Ended
		30 June 2024	30 June 2023	30 June 2024	30 June 2023	31 Dec., 2023
				N'000		N'000
Revenue	3	6,314,788	4,073,731	12,110,046	7,454,813	16,546,685
Direct cost	4	(2,561,568)	(1,993,222)	(5,100,387)	(3,885,850)	(8,350,701)
Gross profit		3,753,220	2,080,509	7,009,659	3,568,963	8,195,984
Other operating income	5	64,467	22,760	129,563	41,324	293,912
Administration expenses	6	(1,944,080)	(1,241,600)	(3,370,302)	(2,155,897)	(5,545,464)
Profit from operation		1,873,607	861,669	3,768,920	1,454,390	2,944,432
Finance Income	7	82,452	607,158	217,256	618,808	400,283
Finance expense	7	(74,533)	(84,045)	(154,126)	(167,998)	(714,428)
Operating profit before taxation		1,881,525	1,384,782	3,832,050	1,905,199	2,630,287
Tax expense	28	(312,402)	(457,096)	(647,018)	(735,758)	(675,609)
Profit for the year		1,569,123	927,686	3,185,032	1,169,441	1,954,679
Other comprehensive income						
Item that will not be reclassified to profit or loss						
Recognition of foreign exchange difference (Reversal)/recognition of actuarial loss on defined benefit obligation	24	(69,768)	-	1,070,933	-	1,304,796
Recognition of related tax on defined benefit obligation	20	-	-	-	-	-
	28	-	-	-	-	206,294
Other comprehensive income for the year, net of tax		(69,768)	-	1,070,933	-	1,511,090
Total comprehensive income for the year		1,499,356	927,686	4,255,964	1,169,441	3,465,769
Earnings per share						
Basic earnings - kobo	26	116	69	235	86	144
Diluted earnings - kobo	26	116	69	235	86	144

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

SKYWAY AVIATION HANDLING COMPANY PLC

CONDENSED STATEMENT OF FINANCIAL POSITION

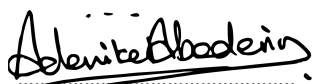
AS AT,

		Unaudited	Unaudited	Audited
		30 June 2024	30 June 2023	31 Dec., 2023
	NOTE	N'000	N'000	N'000
NON-CURRENT ASSETS				
Property, plant and equipment	9	15,458,165	14,170,222	15,082,194
Investment properties	10	718,269	722,289	733,627
Intangible assets	11	4,078,354	4,080,124	4,079,240
Deferred tax assets	29	1,073,516	926,918	1,073,516
		<u>21,328,304</u>	<u>19,899,554</u>	<u>20,968,577</u>
CURRENT ASSETS				
Inventories	12	1,797,708	676,053	915,915
Trade and other receivables	13	12,105,485	8,500,279	9,716,297
Cash and cash equivalent	14	2,731,426	1,082,531	2,465,108
		<u>16,634,619</u>	<u>10,258,863</u>	<u>13,097,320</u>
TOTAL ASSETS		<u>37,962,923</u>	<u>30,158,417</u>	<u>34,065,897</u>
EQUITY				
Share capital	19	676,790	676,790	676,790
Share premium	25	4,784,010	4,784,010	4,784,010
Retained earnings	21	9,175,384	5,611,188	6,396,427
Actuarial valuation reserve	23	529,431	323,137	529,431
Foreign exchange reserve	24	2,375,729	-	1,304,796
Revaluation reserve	22	9,088,895	9,088,895	9,088,895
		<u>26,630,239</u>	<u>20,484,021</u>	<u>22,780,349</u>
NON-CURRENT LIABILITIES				
Long term borrowings	16	2,958,399	3,387,057	3,372,124
Deferred income	27	79,001	129,126	13,483
Defined Benefit Obligations	20	3,115,505	2,359,882	3,023,548
		<u>6,152,906</u>	<u>5,876,066</u>	<u>6,409,155</u>
CURRENT LIABILITIES				
Trade payable and other payables	15	3,942,233	2,752,828	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	1,067,128	805,495	582,790
		<u>5,179,779</u>	<u>3,798,330</u>	<u>4,876,393</u>
TOTAL EQUITY AND LIABILITIES		<u>37,962,923</u>	<u>30,158,417</u>	<u>34,065,897</u>

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



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



Mrs. Adenike Aboderin
Managing Director/CEO
FRC/2021/PRO/00000022723
Date: 25th July, 2024



Mr. Abiodun Adegbesan
Director - Finance and Admin
FRC/2024/PRO/DIR/003/831228
Date: 25th July, 2024

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

SKYWAY AVIATION HANDLING COMPANY PLC

STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 30 JUNE, 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
Balance at 1 January 2023	676,790	4,784,010	4,665,090	323,137	-	9,088,895	19,537,922
Total Comprehensive Income for the year							
Profit for the year	-	-	1,954,679	-	-	-	1,954,679
Other comprehensive income for the year	-	-	-	206,294	1,304,796	-	1,511,090
Total Comprehensive Income for the year	-	-	1,954,679	206,294	1,304,796	-	3,465,769
Transactions with owners recorded directly in equity							
Dividend Paid	-	-	(223,342)	-	-	-	(223,342)
Balance at 31 December 2023	676,790	4,784,010	6,396,427	529,431	1,304,796	9,088,895	22,780,349
Balance at 1 January 2023	676,790	4,784,010	4,665,090	323,137	-	9,088,895	19,537,922
Total Comprehensive Income for the year							
Profit for the year	-	-	1,169,441	-	-	-	1,169,441
Other comprehensive income for the year	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	1,169,441	-	-	-	1,169,441
Transactions with owners recorded directly in equity							
Dividend Paid	-	-	(223,341)	-	-	-	(223,341)
Balance at 30 June 2023	676,790	4,784,010	5,611,189	323,137	-	9,088,895	20,484,021
Balance at 1 January 2024	676,790	4,784,010	6,396,427	529,431	1,304,796	9,088,895	22,780,349
Total Comprehensive Income for the year							
Profit for the year	-	-	3,185,032	-	-	-	3,185,032
Other comprehensive income for the year	-	-	-	-	1,070,933	-	1,070,933
Total Comprehensive Income for the year	-	-	3,185,032	-	1,070,933	-	4,255,964
Transactions with owners recorded directly in equity							
Dividend Paid	-	-	(406,074)	-	-	-	(406,074)
Balance at 30 June 2024	676,790	4,784,010	9,175,384	529,431	2,375,729	9,088,895	26,630,239

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

SKYWAY AVIATION HANDLING COMPANY PLC

CONDENSED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 30 JUNE, 2024

		Unaudited	Unaudited	Audited
		6 Months Ended	6 Months Ended	Year Ended
		30 June 2024	30 June 2023	31 Dec., 2023
	NOTE	N'000	N'000	N'000
Cash flows from operating activities:				
Profit before taxation		3,832,050	1,905,198	2,630,287
Adjustments for net income to net cash provided by operating activities				
Finance Expenses	7	154,126	167,998	714,428
Allowance for impairment on Receivables		-	-	166,724
Provision for Employee benefit	20	264,879	188,324	662,986
Foreign Exchange Difference	24	1,070,933	-	1,304,796
Investment Property- Depreciation	10	15,358	12,242	27,268
Intangible Asset- Amortisation	11	886	886	1,770
Property Plant & Equipment-Depreciation	9	1,145,015	1,037,835	2,125,083
		6,483,246	3,312,483	7,633,342
Changes in working capital				
Increase in trade and other receivables		(2,389,188)	(4,282,496)	(5,665,238)
Increase in inventories		(881,793)	(60,400)	(300,262)
(Decrease)/Increase in trade and other payables		(180,951)	(798,099)	572,257
Increase in deferred income		65,518	120,373	15,729
Cash generated from operations		3,096,831	(1,708,139)	2,255,827
Tax paid	28	(162,680)	(140,650)	(243,509)
Payment made by the employer on the Employee Benefit	20	(172,923)	(68,528)	(226,736)
Finance expenses paid		(154,126)	(167,998)	(367,214)
Net cash inflow from operating activities		2,607,102	(2,085,315)	1,418,368
Cash flows from investing activities				
Purchase of property, plant and equipment	9	(1,520,985)	(949,153)	(2,948,373)
Investment Properties	10	-	-	(26,364)
Net cash outflow used in investing activities		(1,520,985)	(949,153)	(2,974,737)
Financing Activities:				
Dividend		(406,074)	(223,341)	(223,341)
Repayment of borrowings	16	(413,725)	(43,401)	(138,923)
Net cash inflow used in financing activities		(819,799)	(266,741)	(362,264)
Net (decrease)/increase in cash and cash equivalents		266,318	(3,301,209)	(1,918,632)
Cash and cash equivalents at the beginning		2,465,108	4,383,740	4,383,740
Cash and cash equivalents at the end	14	2,731,426	1,082,531	2,465,108

FREE FLOAT ANALYSIS

Shareholding structure/Free Float Status

Description	31 December 2023		31 December 2022	
	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%
Details of Substantial Shareholdings (5% and above)				
AFOLABI TAIWO OLAYINKA	378,616,989	27.97	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
Total Substantial Shareholdings	1,063,765,040	78.59	1,064,190,040	78.62
Details of Directors Shareholdings (Direct and indirect), excluding directors' holding substantial interests				
Name(s) of Directors				
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
ADENIKE E. ABODERIN	-	-	-	-
ABIODUN ADEGBESAN OLUGBENGA	-	-	-	-
OLANIYI ALAMU ADIGUN	-	-	-	-
BOMA UKWUNNA	-	-	-	-
AFOLABI BABATUNDE OLANREWAJU	-	-	-	-
LAILA ST. MATHEW DANIEL - Appointed in June 2022	-	-	-	-
BUKOLA BELLO-JAYESIMI - Appointed in June 2022	-	-	-	-
Total Directors' Shareholdings	17,910,100.00	1.32	17,965,100.00	1.33
Share Price as at end of period (₦)	20.40		5.00	
Free Float	271,849,860	20.08	271,849,860	20.08
Free Float in value (₦)		5,545,737,144		1,359,249,300

Declaration:

SAHCO plc has a free float of 20.08% as at 30 June 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 HALF YEAR ENDED 30 JUNE, 2024

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 30 June 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 HALF YEAR ENDED 30 JUNE, 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.

	6 Months Ended 30 June 2024	6 Months Ended 30 June 2023
	N'000	N'000
Revenue from contract with Customers	12,110,046	7,388,374
Total Revenue	12,110,046	7,388,374

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.

	6 Months Ended 30 June 2024	6 Months Ended 30 June 2023
	N'000	N'000
i. Major Service Lines		
Passenger Handling and other related services	7,804,791	3,494,620
Cargo Handling Income	3,560,773	3,495,609
Cargo Handling -Export	744,482	398,145
	<u>12,110,046</u>	<u>7,388,374</u>
Discount Allowed	-	-
	<u>12,110,046</u>	<u>7,388,374</u>
ii. Timing of revenue recognition		
Service transferred at a point in time	12,110,046	7,388,374
Service transferred over time	-	-
	<u>12,110,046</u>	<u>7,388,375</u>

3.2 Contract balances

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

	6 Months Ended 30 June 2024	6 Months Ended 30 June 2023
	N'000	N'000
Contract liabilities	125,015	164,140
	<u>125,015</u>	<u>164,140</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 HALF YEAR ENDED 30 JUNE, 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.

4	6 Months Ended	6 Months Ended
	30 June 2024	30 June 2023
	N'000	N'000
DIRECT COST		
Cargo Shed/ Warehouse	408,853	334,853
Concession Fees	662,293	418,305
Oil and Lubricants	202,131	126,133
VIP Lounge	17,601	7,399
DCS/Check-In Counter Expenses	39,722	22,462
Baggage Logistics Expenses	8,257	2,312
Equipment Running	453,524	363,391
Equipment Repairs	892,268	419,373
RAMP	25,232	60,035
Hajj Operation	93,345	51,358
Christian Pilgrimage	-	1,280
Direct Labour Cost	1,337,757	1,198,860
Other Direct Costs	5,215	1,088
Miscellaneous Cost	30,790	48,560
	<u>4,176,987</u>	<u>3,055,407</u>
Depreciation	923,399	830,443
	<u>5,100,387</u>	<u>3,885,850</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.

5	6 Months Ended	6 Months Ended
	30 June 2024	30 June 2023
	N'000	N'000
OTHER INCOME		
Electricity bills, scrap and other miscellaneous income	46,997	41,324
Rental Income from Investment Properties	82,566	66,438
	<u>129,563</u>	<u>107,762</u>

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE HALF YEAR ENDED 30 JUNE, 2024

	6 Months Ended 30 June 2024	6 Months Ended 30 June 2023
6	N'000	N'000
ADMINISTRATION EXPENSES		
Employee benefit expenses (Note 8)	1,066,712	840,426
Depreciation & amortisation	237,858	220,519
Printing and stationery	46,667	21,936
Transport and traveling	359,881	65,018
Vehicle running expenses	76,995	43,866
Telecommunication and courier	27,528	18,120
Staff training and development	196,739	22,005
Advertisement and publications	9,104	10,218
Public relations	18,926	21,254
Sales promotion	1,600	5,000
Subscription	2,604	3,735
Newspaper, periodical and magazine	581	497
Rent and electricity	156,361	99,387
Medical expenses	108,084	89,682
Insurance premium	75,325	44,882
Legal expenses	60	1,692
Audit fees	-	-
Repairs of office equipment	4,080	720
Repairs and maintenance of building	217,654	76,025
Entertainment	39,926	25,118
Gifts and donations	52,395	49,313
Hotel and accommodation	18,670	5,156
Repair of furniture and fittings	13,546	8,572
Computer support and accessories	73,203	72,646
Lighting and fitting expenses	48,686	11,466
Premises upkeep and cleaning	42,785	31,885
Special security expenses	18,448	12,163
Office running expenses	26,203	9,311
Board meeting expenses	13,688	14,959
Staff welfare expenses	109,779	212,095
Professional and business fees	43,172	13,348
Directors expenses	105,091	46,000
Bank charges	36,448	13,595
Government levies	16,555	5,006
Other expenses	104,948	40,282
	3,370,302	2,155,897
6.1		
Other expenses	30 June 2024	30 June 2023
	N'000	N'000
Management Retreat	6,920	-
Staff Uniform	20,109	22,943
Safety & Operational Uniform	30,912	5,160
Consumables	4,694	5,042
ODC/APRON PASS Charges	42,313	7,137
	104,948	40,282

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE HALF YEAR ENDED 30 JUNE, 2024

	6 Months Ended 30 June 2024 N'000	6 Months Ended 30 June 2023 N'000
7		
FINANCE INCOME AND FINANCE COST		
Finance Income		
Interest Income	217,256	9,556
Interest on defined benefit obligation	-	-
	<u>217,256</u>	<u>9,556</u>
Foreign exchange Gain	-	609,252
	<u>217,256</u>	<u>618,808</u>
Finance Expense		
Interest on loan	154,126	167,998
Interest on defined benefit obligation	-	-
	<u>154,126</u>	<u>167,998</u>
Foreign exchange Loss	-	-
	<u>154,126</u>	<u>167,998</u>
8		
EMPLOYEE BENEFIT EXPENSES		
Salaries and wages	571,366	424,596
Pension fund contribution	31,413	27,002
Leave allowance	41,301	31,946
Gratuity and terminal benefits	215,589	188,324
Overtime	24,979	16,513
13th month salary	137,899	118,132
Other allowance	9,975	7,003
ITF contribution	17,749	15,215
NSITF Employee Compensation	16,441	11,696
	<u>1,066,712</u>	<u>840,426</u>
	6 Months Ended	6 Months Ended
	30 June 2024	30 June 2023
8.1	Number	Number
The Average number of employees per department:		
Operations	1,877	1,877
Administrations	51	51
	<u>1,928</u>	<u>1,928</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>1,928</u>	<u>1,928</u>

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE HALF YEAR ENDED 30 JUNE, 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
Cost:									
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
At 31 December 2023	40,950	5,563,045	589,079	18,759,547	845,365	177,922	260,715	139,511	26,376,134
Additions	-	9,412	209,999	1,182,313	54,060	25,775	4,960	34,467	1,520,985
At 30 June 2024	40,950	5,572,457	799,077	19,941,859	899,425	203,697	265,675	173,978	27,897,119
Accumulated Depreciation:									
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
At 31 December 2023	39,858	1,081,978	395,335	8,620,212	705,940	105,023	238,481	107,112	11,293,939
Charge for the year	-	103,331	47,870	923,400	36,790	14,691	4,441	14,492	1,145,015
At 30 June 2024	39,858	1,185,309	443,205	9,543,612	742,731	119,713	242,923	121,603	12,438,954
Carrying amount:									
At 30 June 2024	1,092	4,387,149	355,872	10,398,247	156,694	83,984	22,752	52,375	15,458,165
At 31 December, 2023	1,092	4,481,068	193,744	10,139,334	139,425	72,899	22,234	32,399	15,082,195

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/0000003997) 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.

	6 Months Ended 30 June 2024 N'000	6 Months Ended 30 June 2023 N'000
9.3 Depreciation charged during the period are included in:		
Cost of sales	923,399	830,443
Administrative expenses	221,615	207,392
	1,145,015	1,037,835

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE HALF YEAR ENDED 30 JUNE, 2024

10

INVESTMENT PROPERTIES

Cost	Building ₦'000
At 1 January 2023	851,188
Additions	26,364
At 31 December 2023	877,552
Additions	-
At 30 June 2024	877,553
Accumulated Depreciation	
At 1 January 2023	116,658
Charge for the year	27,268
At 31 December 2023	143,926
Charge for the year	15,358
At 30 June 2024	159,283
Carrying amount	
At 30 June 2024	718,269
At 31 December, 2023	733,627

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.

	30 June 2024 ₦'000	30 June 2023 ₦'000
b) Net amounts recognised in profit or loss for investment properties are as follows:		
Rental income	82,566	66,438
Direct operating expenses	(152,358)	(53,218)
Depreciation	(15,358)	(12,242)
	(85,150)	979

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 HALF YEAR ENDED 30 JUNE, 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:

	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year Ended 31 Dec., 2023 N'000
Within one year	46,014	46,014
Later than one year but not later than 5 years	79,001	13,483
	125,015	59,498

11

INTANGIBLE ASSETS

	Website N'000	Software N'000	Goodwill N'000	Total N'000
Cost				
At 1 January 2023	1,050	26,320	4,057,388	4,084,758
Additions	-	-	-	-
At 31 December 2023	1,050	26,320	4,057,388	4,084,758
Addition	-	-	-	-
At 30 June 2024	1,050	26,320	4,057,388	4,084,758
Amortisation				
At 1 January 2023	298	3,451	-	3,748
Amortisation	-	1,770	-	1,770
At 31 December 2023	298	5,221	-	5,518
Amortisation	315	571	-	886
At 30 June 2024	613	5,792	-	6,404
Carrying amount				
At 30 June 2024	438	20,528	4,057,388	4,078,354
At 31 December, 2023	753	21,099	4,057,388	4,079,240

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 HALF YEAR ENDED 30 JUNE, 2024

	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
12		
INVENTORIES		
Spares	1,578,443	885,660
Oil and lubricants	219,265	30,255
	1,797,708	915,915

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

The company's inventories were also not written down during the year (2023 : Nil).

	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
13		
TRADE AND OTHER RECEIVABLES		
Trade Receivables	5,367,659	4,758,264
Less: Allowance for Impairment (Note 13(a)(i))	(1,089,605)	(1,089,605)
	4,278,054	3,668,659
Due from related parties (Note 18.2)	2,875,505	3,541,376
Advance payments to Suppliers (Note 13(b))	3,481,609	1,604,207
Other Receivables (Note 13(c))	754,256	525,499
Staff Loan (Note 13(d))	469,678	203,343
Prepayments (Note 13(e))	246,383	173,213
	12,105,485	9,716,297

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 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
a) Allowance for impairment		
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	1,194,605	1,194,605

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	-	-
	1,194,605	1,194,606

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE HALF YEAR ENDED 30 JUNE, 2024

	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
b) Advance to Suppliers		
Advance payments to Suppliers	3,586,609	1,709,207
Allowance for impairment of advance to suppliers (Note 13(a)(i))	(105,000)	(105,000)
	3,481,609	1,604,207
c) Other Receivables		
Staff Advance for Expenses	6,478	6,879
Withholding Tax Receivables	747,778	518,620
Loan to ABX World	-	-
Allowance for impairment of loan to ABX World (Note 17(a)(i))	-	-
	754,256	525,499

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 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
14		
CASH AND CASH EQUIVALENTS		
Cash	2,538	7,536
Bank	1,357,588	942,952
Short term deposits	1,371,300	1,514,620
	2,731,426	2,465,108

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 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
Cash	2,538	7,536
Bank	1,357,588	942,952
Short term deposits	1,371,300	1,514,620
	2,731,426	2,465,108
Bank Overdrafts	-	-
	2,731,426	2,465,108

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE HALF YEAR ENDED 30 JUNE, 2024

	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
15		
TRADE AND OTHER PAYABLES		
Trade Payables	587,485	1,207,095
Customers Deposits	-	1,010,502
Provision for concession fee	1,669,077	1,021,320
Other Payables	457,038	96,556
Accruals (Note 15.2)	326,513	183,153
Statutory obligations payables – tax and social security payments (Note 15.3)	902,120	604,560
	3,942,233	4,123,186

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 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
15.2		
Accruals		
Stamp Duties	18,969	17,720
Others	307,544	165,433
	326,513	183,153

15.3

Statutory obligation payables – tax and social security payments

Withholding tax payables	63,660	43,995
Value added tax payable	452,957	330,996
ITF contribution	6,018	1,119
NSITF contribution payable	8,835	4,286
Pension	218,899	196,306
PAYE	33,645	23,110
Cooperative and thrift	116,773	3,907
Union dues	1,332	840
National Housing Fund	1	1
	902,120	604,560

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE HALF YEAR ENDED 30 JUNE, 2024

	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
16		
BORROWINGS		
Bank of Industry	3,092,351	3,441,667
United Bank for Africa Plc.	(9,548)	54,861
	3,082,802	3,496,528
Classification of borrowings:		
Current	124,403	124,403
Non Current	2,958,399	3,372,124
	3,082,802	3,496,527

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 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
Opening Balance	3,496,527	3,635,450
Changes from Financing Cash flows		
Additional Borrowing	-	-
Repayment of Borrowings	(413,725)	(138,923)
Other Changes		
Interest Expense	154,126	367,214
Interest Paid	(154,126)	(367,214)
	-	-
Closing amount as at ending	3,082,802	3,496,527

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 HALF YEAR ENDED 30 JUNE, 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	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
Due from related entities		
Sifax Shipping Company Limited	2,875,505	3,541,376
	<u>2,875,505</u>	<u>3,541,376</u>

	Unaudited 6 Months Ended 30 June 2024 Unit	Audited Year ended 31 Dec., 2023 Unit
--	---	--

19

SHARE CAPITAL

Issued and fully paid

Ordinary shares of 50k each

(2023: Ordinary shares of 50k each)

1,353,580,000	1,353,580,000
----------------------	----------------------

	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
Issued and fully paid		
Balance at the beginning of the period	676,790	676,790
Issued during the period	-	-
Balance at the end of the period	<u>676,790</u>	<u>676,790</u>

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 HALF YEAR ENDED 30 JUNE, 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.

	Unaudited	Audited
	6 Months Ended	Year ended
	30 June 2024	31 Dec., 2023
	N'000	N'000
Balance at beginning	196,306	170,317
Charge to profit or loss	175,073	307,796
Payments during the period	(152,480)	(281,807)
Balance at the end	<u>218,899</u>	<u>196,306</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:

	Unaudited	Audited
	6 Months Ended	Year ended
	30 June 2024	31 Dec., 2023
	N'000	N'000
Present value of the defined benefit plan	3,115,505	3,023,549
Fair value of plan assets	-	-
Funded Status	<u>3,115,505</u>	<u>3,023,548</u>

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

	Unaudited	Audited
	6 Months Ended	Year ended
	30 June 2024	31 Dec., 2023
	N'000	N'000
Statement of Financial Position - Opening	3,023,548	2,240,086
Net Periodic Benefit Cost recognised in the Profit or loss	264,879	483,563
Benefit paid by employer during the period	(172,923)	(226,736)
Amount recognised in Other Comprehensive income	-	526,635
	<u>3,115,505</u>	<u>3,023,548</u>

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED) FOR THE HALF YEAR ENDED 30 JUNE, 2024

	Unaudited 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
21		
RETAINED EARNINGS		
As at beginning of the period	6,396,427	4,665,090
Profit for the period	3,185,032	1,954,679
Dividend	(406,074)	(223,342)
As at the end of the period	<u>9,175,384</u>	<u>6,396,427</u>

22

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 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
23		
ACTUARIAL VALUATION RESERVE		
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>

24

FOREIGN EXCHANGE TRANSLATION RESERVE

As at beginning of the period	1,304,796	-
Other Comprehensive Income	1,070,933	1,304,796
As at the end of the period	<u>2,375,729</u>	<u>1,304,796</u>

25

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>

26

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 6 Months Ended 30 June 2024 N'000	Audited Year ended 31 Dec., 2023 N'000
Net profit attributable to ordinary equity holders	<u>3,185,032</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>
Basic earning per Ordinary Shares (Kobo)	<u>235</u>	<u>144</u>
Diluted earnings per ordinary shares (Kobo)	<u>235</u>	<u>144</u>

SKYWAY AVIATION HANDLING COMPANY PLC

NOTES TO THE CONDENSED FINANCIAL STATEMENTS (CONTINUED)

FOR THE HALF YEAR ENDED 30 JUNE, 2024

	Unaudited 6 Months Ended 30 June 2024 K'000	Audited Year ended 31 Dec., 2023 K'000
27		
DEFERRED INCOME		
Rental Income	125,015	59,496
Amount received during the period are categorized as follows:		
Current portion	46,014	46,014
Non-Current portion	79,001	13,483
	125,015	59,496
28		
INCOME TAX LIABILITY		
The major components of income tax expense for the period are:		
As per profit or loss:		
Current income tax charge:		
Income tax	497,706.50	468,619
Education tax	149,311.95	140,586
Police Levy	-	132
NASENI	-	6,576
Total Current Tax	647,018	615,913
Deferred tax:		
Origination and reversal of temporary differences (Note 33)	-	59,696
Total Deferred Tax	-	59,696
Income Tax Expense	647,018	675,609
As per other comprehensive Income:		
Origination and reversal of temporary differences	-	(206,294)
As Per Statement of Financial Position:		
As at beginning of the period	582,790	210,387
Current income tax charge for the period	647,018	615,912
	1,229,808	826,299
Less: Payment during the period		
Withholding Tax Credit Notes	-	-
Cash	(162,680)	(243,509)
As at the end of the period	1,067,128	582,790

29

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	1,073,516	1,073,516

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

29

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.