

The Directors present the summary financial information of Central Securities Clearing System PLC ("the Company") and its subsidiary company (together the "Group") for the year ended 31 December 2023. This summary financial information is derived from the full financial statements for the year ended 31 December 2023 and is not the full financial statements of the Group and the Company. The full financial statements, from which this summary financial information was derived, will be delivered to the Corporate Affairs Commission within the required deadline. The Group's independent Auditors issued an unmodified audit opinion on the full consolidated and separate financial statements for the year ended 31 December 2023 from which these summary financial information were derived. An electronic copy of the full consolidated and separate financial statements can be obtained at [www.cscs.ng](http://www.cscs.ng).

### CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	GROUP		COMPANY	
	31 DEC 2023 N'000	31 DEC 2022 N'000	31 DEC 2023 N'000	31 DEC 2022 N'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property and equipment	2,720,881	1,963,224	2,720,881	1,963,224
Intangible assets	156,310	190,840	156,310	190,840
Equity-accounted investee	1,639,561	1,568,358	1,541,437	1,541,437
Investment in subsidiary	-	-	10,000	10,000
Investment securities	27,619,788	24,396,079	27,619,788	24,396,079
Deferred tax asset	-	128,042	-	128,042
<b>Total non-current assets</b>	<b>32,136,540</b>	<b>28,246,543</b>	<b>32,048,416</b>	<b>28,229,622</b>
<b>Current assets</b>				
Investment securities	434,459	102,974	434,459	102,974
Trade receivables	637,574	391,986	637,574	391,986
Other assets	4,924,593	522,224	4,924,593	522,224
Cash and cash equivalents	14,654,691	15,749,671	14,654,636	15,749,616
<b>Total current assets</b>	<b>20,651,318</b>	<b>16,766,856</b>	<b>20,651,263</b>	<b>16,766,800</b>
<b>TOTAL ASSETS</b>	<b>52,787,859</b>	<b>45,013,399</b>	<b>52,699,680</b>	<b>44,996,423</b>
<b>EQUITY</b>				
Share capital	5,000,000	5,000,000	5,000,000	5,000,000
Retained earnings	33,563,600	30,335,703	33,465,420	30,308,726
Fair value reserve	(357,248)	(231,736)	(357,248)	(231,736)
Actuarial reserves	1,670	1,670	1,670	1,670
<b>Equity attributable to equity- owners of the parent</b>	<b>38,208,022</b>	<b>35,105,637</b>	<b>38,109,843</b>	<b>35,078,661</b>
Non-controlling interest	-	-	-	-
<b>TOTAL EQUITY</b>	<b>38,208,022</b>	<b>35,105,637</b>	<b>38,109,843</b>	<b>35,078,661</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Long term incentive scheme	129,679	65,554	129,679	65,554
Lease Liability	243,849	251,465	243,849	251,465
Deferred tax liabilities	6,986	-	6,986	-
<b>Total non-current liabilities</b>	<b>380,514</b>	<b>317,019</b>	<b>380,514</b>	<b>317,019</b>
<b>Current liabilities</b>				
Intercompany payables	-	-	10,000	10,000
Payables and accruals	2,374,524	782,789	2,374,524	782,789
Current tax liabilities	1,424,638	1,607,004	1,424,638	1,607,004
Other liabilities	10,303,406	7,119,969	10,303,406	7,119,969
Lease liability	96,755	80,981	96,755	80,981
<b>Total current liabilities</b>	<b>14,199,323</b>	<b>9,590,743</b>	<b>14,209,323</b>	<b>9,600,743</b>
<b>TOTAL LIABILITIES</b>	<b>14,579,837</b>	<b>9,907,762</b>	<b>14,589,837</b>	<b>9,917,762</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>52,787,859</b>	<b>45,013,399</b>	<b>52,699,680</b>	<b>44,996,423</b>

The full financial statements were approved by the Board of Directors on 28 March 2024 and signed on its behalf by:

**Mr. Oscar N. Onyema OON**  
Chairman  
FRC/2013/IODN/0000001802

**Mr. Haruna Jalo-Waziri**  
Managing Director/CEO  
FRC/2017/IODN/00000017488

**Mr. Peter Medunoye**  
Chief Financial Officer  
FRC/2019/001/00000020289

### CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

	GROUP		COMPANY	
	31 DEC 2023 N'000	31 DEC 2022 N'000	31 DEC 2023 N'000	31 DEC 2022 N'000
<b>Cash flows from operating activities</b>				
Profit for the year	10,077,897	5,136,471	10,006,694	5,193,499
Income tax expense	1,123,970	948,266	1,123,970	948,266
<b>Profit before tax</b>	<b>11,201,867</b>	<b>6,084,737</b>	<b>11,130,664</b>	<b>6,141,765</b>
<b>Adjustments for:</b>				
Amortisation of intangible assets	83,060	247,879	83,060	247,879
Depreciation of property and equipment	618,532	376,013	618,532	376,013
Impairment loss on financial assets	(62,809)	(37,310)	(62,809)	(37,310)
Foreign exchange gain	(5,918,784)	(402,072)	(5,918,784)	(402,072)
Interest income	(3,608,677)	(4,578,366)	(3,608,677)	(4,578,366)
Share of (profit)/loss of equity accounted investee, net of tax	(71,203)	57,029	-	-
Movement in investment in Associate	-	-	-	-
Defined benefit charge	64,125	52,735	64,125	52,735
Profit on disposal of property and equipment	(15,943)	(5,058)	(15,943)	(5,058)
	2,290,168	1,795,587	2,290,168	1,795,587
	(1,171,308)	(1,077,234)	(1,171,308)	(1,077,234)
<b>Changes in operating assets and liabilities</b>				
Trade receivables	(213,552)	202,510	(213,552)	202,510
Other assets	(4,402,369)	76,734	(4,402,369)	76,734
Payables and accruals	1,591,735	(690,573)	1,591,735	(690,573)
Other liabilities	3,287,271	2,135,139	3,287,271	2,135,139
<b>Net cash flows from operating activities</b>	<b>1,381,946</b>	<b>2,442,163</b>	<b>1,381,946</b>	<b>2,442,163</b>
<b>Cash flows from investing activities</b>				
Purchase of property and equipment	(1,363,893)	(499,774)	(1,363,893)	(499,774)
Purchase of intangible assets	(55,984)	(63,304)	(55,984)	(63,304)
Proceeds on disposal of property and equipment	67,007	16,533	67,007	16,533
Net (purchase)/proceeds on investments (current)	(331,485)	447,154	(331,485)	447,154
Net (purchase)/proceeds on investments (non-current)	(3,352,202)	(3,300,767)	(3,352,202)	(3,300,767)
Interest received	3,624,762	4,450,326	3,624,762	4,450,326
<b>Net cash flows from investing activities</b>	<b>(1,411,794)</b>	<b>1,050,170</b>	<b>(1,411,794)</b>	<b>1,050,170</b>
<b>Cash flows from financing activities</b>				
Dividend paid	(6,888,240)	(3,579,551)	(6,888,240)	(3,579,551)
Lease payment	(95,675)	(95,557)	(95,675)	(95,557)
<b>Net cash flows financing activities</b>	<b>(6,983,914)</b>	<b>(3,675,108)</b>	<b>(6,983,914)</b>	<b>(3,675,108)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(7,013,763)</b>	<b>(182,776)</b>	<b>(7,013,763)</b>	<b>(182,777)</b>
Cash and cash equivalents at beginning of year	15,749,671	15,530,376	15,749,616	15,530,321
Effect of movements in exchange rates on cash held	<b>5,918,784</b>	402,072	<b>5,918,784</b>	402,072
<b>Cash and cash equivalents at end of year</b>	<b>14,654,691</b>	<b>15,749,671</b>	<b>14,654,636</b>	<b>15,749,616</b>

### CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

	GROUP		COMPANY	
	31 DEC 2023 N'000	31 DEC 2022 N'000	31 DEC 2023 N'000	31 DEC 2022 N'000
Revenue	8,995,937	6,489,022	8,995,937	6,489,022
Investment income	3,608,677	4,578,366	3,608,677	4,578,366
Other income	6,418,238	447,932	6,418,238	447,932
<b>Total operating income</b>	<b>19,022,852</b>	<b>11,515,320</b>	<b>19,022,852</b>	<b>11,515,320</b>
Personnel expenses	(3,249,926)	(2,186,596)	(3,249,926)	(2,186,596)
Other operating expenses	(3,858,591)	(2,524,936)	(3,858,591)	(2,524,936)
Finance cost	(144,888)	(75,442)	(144,888)	(75,442)
Depreciation and amortisation	(701,592)	(623,891)	(701,592)	(623,891)
Impairment reversal on financial assets	62,809	37,310	62,809	37,310
<b>Total operating expense</b>	<b>(7,892,188)</b>	<b>(5,373,555)</b>	<b>(7,892,188)</b>	<b>(5,373,555)</b>
Share of profit/(loss) of equity accounted investees (net of tax)	71,203	(57,029)	-	-
<b>Profit before tax</b>	<b>11,201,867</b>	<b>6,084,737</b>	<b>11,130,664</b>	<b>6,141,765</b>
Income tax	(1,123,970)	(948,266)	(1,123,970)	(948,266)
<b>Profit for the year</b>	<b>10,077,897</b>	<b>5,136,471</b>	<b>10,006,694</b>	<b>5,193,499</b>
<b>Other comprehensive income:</b>				
<b>Items that will not be reclassified to profit or loss:</b>				
Actuarial gain on long term incentive scheme	-	-	-	-
Related tax	-	-	-	-
<b>Items that are or may be reclassified subsequently to profit or loss:</b>				
Fair value loss - Debt investment at FVOCI	(125,512)	(153,996)	(125,512)	(153,996)
<b>Other comprehensive income for the year, net of tax</b>	<b>(125,512)</b>	<b>(153,996)</b>	<b>(125,512)</b>	<b>(153,996)</b>
<b>Total comprehensive income for the year</b>	<b>9,952,385</b>	<b>4,982,475</b>	<b>9,881,182</b>	<b>5,039,503</b>
<b>Profit attributable to:</b>				
Owners of the Parent	10,077,897	5,136,471	10,006,694	5,193,499
Non-controlling interest	-	-	-	-
<b>Profit for the year</b>	<b>10,077,897</b>	<b>5,136,471</b>	<b>10,006,694</b>	<b>5,193,499</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Parent	9,952,385	4,982,475	9,881,182	5,039,503
Non-controlling interest	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>9,952,385</b>	<b>4,982,475</b>	<b>9,881,182</b>	<b>5,039,503</b>
<b>Earnings per share for profit / (loss) from continuing operations attributable to equity holders of parent (Basic)</b>	<b>202k</b>	<b>103k</b>	<b>200k</b>	<b>104k</b>

### REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL INFORMATION

To the Shareholders of Central Securities Clearing System Plc

#### Report on the Summary Financial Information

#### Opinion

The summary financial information, which comprise:-

- the consolidated and separate statements of financial position as at 31 December, 2023;
- the consolidated and separate statements of profit or loss and other comprehensive income; and
- the consolidated and separate statements of cashflow; are derived from the audited financial statements of Central Securities Clearing System Plc for the year ended December 31, 2023.

In our opinion, the accompanying summary financial information are consistent, in all material respects, with the audited financial statements, in accordance with the Companies and Allied Matters Act (CAMA), 2020.

#### Summary Financial Information

The summary financial information do not contain all the disclosures required by the IFRS Accounting Standards as issued by the International Accounting Standards Board, the Companies and Allied Matters Act (CAMA), 2020 (and) the Financial Reporting Council of Nigeria (Amendment) Act, 2023. Reading the summary financial information and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and the auditor's report thereon. The summary financial information and the audited consolidated and separate financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated and separate financial statements.

#### The Audited Financial Statements and our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 28 March 2024. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period.

#### Directors' Responsibility for the Summary Financial Information

The Directors are responsible for the preparation of the summary of financial information in accordance with the Companies and Allied Matters Act (CAMA), 2020.

#### Auditor's Responsibility

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

#### Report on Other Legal and Regulatory Requirements

Compliance with the requirements of Schedule 5 of the Companies and Allied Matters Act (CAMA), 2020

- We have obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purpose of our audit.
- In our opinion, proper books of account have been kept by the Company, so far as appears from our examination of those books.
- The Company's statement of financial position and statement of profit or loss and other comprehensive income are in agreement with the books of account.

#### Compliance with FRC Guidance on Assurance Engagement Report on Internal Control over Financial Reporting

In accordance with the requirements of the Financial Reporting Council of Nigeria, we performed a limited assurance engagement and reported on management's assessment of the Company's internal control over financial reporting as of 31 December 2023. The work performed was done in accordance with ISAE 3000 (Revised) Assurance Engagements Other Than Audits or Reviews of Historical Financial Information and the FRC Guidance on Assurance Engagement Report on Internal Control over Financial Reporting. We have issued an unmodified conclusion in our report dated 28 March 2024.

Signed:

**Elijah Oladunmoye, FCA**  
FRC/2013/ICAN/00000019769  
For: KPMG Professional Services  
Chartered Accountants  
7 May 2024  
Lagos Nigeria

