

Omatek Ventures PLC

2014

AUDITED CONSOLIDATED FINANCIAL STATEMENTS

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CORPORATE INFORMATION

1. BOARD OF DIRECTORS

- Dr. Timothy Farinre - Group Chairman Plc.,
Director OVVDL, OCL
- Engr. (Mrs.) Florence Seriki, MFR - Group MD/CEO Plc.,
Director OVVDL, OCL
- Professor Ayodele Francis Ogunye - Director Plc., OVVDL
- Otunba (Dr.) Solomon Ayodele Oladuni - Director Plc.,
Chairman OVVDL
- Chief (Senator) Kolawole Bajomo, MNI, FCA - Director Plc., OVVDL
Chairman OCL
- Alh. Ahmed Abdulkadir - Director Plc., OVVDL, OCL
- Professor Rahmon Ade Bello - Director Plc., OCL
- Chief. John.O.O. Akinleye - Director Plc., OVVDL
- Alh. Dasuki Nakande - Director Plc., OCL
- Dr. Olumide Phillips - Director Plc., OVVDL
- Mr. Akin Opeodu - Director Plc., OCL

OVVDL - Omatek Ventures Distribution Limited

OCL - Omatek Computers Limited

2. COMPANY SECRETARY

Ikotun, Temowo & Co
(Ziongate Chambers)
Suites 201, 2nd floor Copper House
Plot 4 Algiers Street
Wuse Zone 5
Abuja

3. CORPORATE HEADQUARTERS

Plot 11 Kudirat Abiola Way
Oregun Ikeja
Lagos
Nigeria
www.omatekcomputers.com

4. BANKERS

- Standard Chartered Bank Limited
Victoria Island, Lagos
- First Bank of Nigeria Plc.
Victoria Island, Lagos

5. COMPANY REGISTRAR

Africa Prudential Registrar Plc
2208, Ikorodu Road, Palmgroove
Lagos

6. AUDITORS

Olaolu Olabimtan & Co (Chartered Accountants)
Suites 67 & 68 Nandu Plaza
Plot 566 Ndola Crescent
Wuse Zone 5,
Abuja - Federal Capital Territory
Nigeria

OPERATIONAL HIGHLIGHTS

| OMATEK VENTURES PLC | | |
|--|-------|-------|
| CONSOLIDATED FINANCIAL STATEMENTS | | |
| OPERATIONAL HIGHLIGHTS | | |
| | 2014 | 2013 |
| IN MILLIONS OF NIGERIAN NAIRA | | |
| TURNOVER | 1,145 | 1,024 |
| TOTAL COMPREHENSIVE INCOME | 285 | 182 |
| TOTAL NON-CURRENT ASSETS | 5,036 | 5,079 |
| TOTAL EQUITY | 3,738 | 3,388 |
| EARNINGS/(LOSS) PER SHARE (NGN) | 0.10 | 0.06 |

REPORT OF THE DIRECTORS

The directors submit their report together with the financial statements of Omatek Ventures Plc. for the year ended 31st December 2014.

1. LEGAL FORM

The Group which commenced operation in Nigeria in 1988, was incorporated as a limited liability Company in Nigeria in 1988. It was converted into a Public Company in 2008 and its name was subsequently amended to reflect its current status as a public company. The company's shares are quoted and traded on the Nigerian Stock Exchange.

2. PRINCIPAL ACTIVITIES AND CORPORATE DEVELOPMENT

The Group has interests in subsidiaries and associates involved in manufacturing, distribution, selling and servicing of computer equipment and also provides engineering services.

3. BUSINESS REVIEW AND FUTURE DEVELOPMENT

The Group carried out business activities in accordance with its Memorandum and Articles of Association. A Comprehensive review of the business for the year and the prospects for the ensuing year are contained in the Managing Director's Report.

4. FIXED ASSETS

Movement in fixed assets during the year 2014 is shown in note 8 of the Notes to the Financial Statement herein. In the opinion of the directors, the market value of the Group's fixed assets is not less than the value shown in the accounts

5. RESULTS

The highlights for the financial statements of the group for the year are as follows:

| | 2014 | 2013 |
|----------------------------------|-------|-------|
| IN MILLIONS OF NIGERIAN NAIRA | | |
| TURNOVER | 1,145 | 1,024 |
| TOTAL COMPREHENSIVE INCOME | 285 | 182 |
| TOTAL NON CURRENT ASSETS | 5,036 | 5,079 |
| TOTAL EQUITY | 3,738 | 3,388 |
| EARNINGS/(LOSS) PER SHARE (KOBO) | 0.10 | 0.06 |

6. DIVIDEND

In respect of the current year, the Directors do not recommend any dividend.

7. DIRECTORS

The directors who were in office during the year are listed on page 3.

8. DIRECTORS' RESPONSIBILITIES

The Directors are responsible for the preparation of the Group's financial statements which give a true and fair view of the state of affairs of the Group at the end of each financial year, and is in accordance with the provisions of the Companies and Allied Matters Act CAP C20 of the Laws of the Federal Republic of Nigeria, Securities and Exchange Commission Act 2007 as well as Corporate Governance Code of the Securities and Exchange Commission 2011, guidelines and circulars issued by the Nigerian Stock Exchange and other relevant regulators.

In doing so they ensure that:

- Proper accounting records are maintained;
- Internal control procedures are instituted which as far as is reasonably possible, safeguard the assets, prevent and detect fraud and other irregularities;
- Applicable accounting policies and standards are adhered to;
- Suitable accounting policies are adopted and consistently applied;
- The going concern basis is used, unless it is inappropriate to presume that the Group will continue in business; and
- Judgments and estimates made are reasonable and prudent.

9. DIRECTORS INTERESTS IN SHARES

The interest of the Directors in the issued share capital of the company as recorded in the register of Directors as at 31st December 2014 was as follows:

| | Director | Direct shareholding of ordinary shares of 50kobo each | Indirect shareholding | Total | Percentage |
|----|---|--|------------------------------|---------------|-------------------|
| 1 | Dr. Timothy Farinre-Group Chairman | Nil | 100,357,894 | 100,357,894 | 3.411% |
| 2 | Engr. (Mrs.) Florence Seriki, MFR-GMD/CEO | 1,552,315,285 | 165,717,635 | 1,552,315,264 | 52.768% |
| 3 | Professor Ayodele Francis Ogunye | 1,000,000 | Nil | 1,000,000 | 0.034% |
| 4 | Otunba (Dr.) Solomon Ayodele Oladunni | 3,101,478 | Nil | 3,101,478 | 0.105% |
| 5 | Chief (Senator) Kolawole Bajomo, MNI, FCA | 100,000 | Nil | 100,000 | 0.003% |
| 6 | Professor Rahmon Ade Bello | 500,000 | Nil | 500,000 | 0.017% |
| 7 | Chief John O. O. Akinleye | Nil | 1,000,000 | 1,000,000 | 0.034% |
| 8 | Alh. Ahmed Abdulkadir | Nil | Nil | | |
| 9 | Dr. Olumide Phillips | Nil | Nil | | |
| 10 | Alh. Dasuki Nakande | Nil | Nil | | |
| 11 | Mr. Akin Opeodu | Nil | Nil | | |

10. SHAREHOLDING ANALYSIS

The company has an authorized share capital of N3,500,000,000.00 divided into 7,000,000,000 ordinary shares of 50 kobo each. The issued share capital is N1,470,895,000.00 divided into 2,941,789,472 ordinary shares of 50 kobo each.

According to the Register of members, only three (3) members, namely, Mrs. Florence Seriki, Main Street Bank Plc. and Portables Investments Ltd. held more than 5% of the issued share capital as at 31st December 2014.

| S/N | Names of shareholders | Units | Percent |
|-----|----------------------------|---------------|---------|
| 1 | Mrs. Florence Seriki | 1,552,315,285 | 52.77% |
| 2 | Main Street Bank Plc. | 178,285,185 | 6.06% |
| 3 | Portables Investments Ltd. | 164,639,635 | 5.60% |

The range analysis of the shareholding of the company is as shown in the table below:

| Range | No. of Holders | Percent | Units | Percent |
|------------------------------|----------------|---------|---------------|---------|
| 1 - 1,000 | 434 | 7.92% | 286,348 | 0.01% |
| 1,001 - 10,000 | 1,790 | 32.66% | 10,065,876 | 0.34% |
| 10,001 - 100,000 | 2,346 | 42.80% | 107,208,495 | 3.64% |
| 100,001 - 500,000 | 669 | 12.21% | 158,070,842 | 5.37% |
| 500,001 - 1,000,000 | 113 | 2.06% | 93,911,413 | 3.19% |
| 1,000,001 - 5,000,000 | 101 | 1.84% | 253,700,254 | 8.62% |
| 5,000,001 - 10,000,000 | 17 | 0.31% | 135,346,918 | 4.60% |
| 10,000,001 - 100,000,000 | 7 | 0.13% | 187,601,327 | 6.38% |
| 100,000,001 - 10,000,000,000 | 4 | 0.07% | 1,995,597,999 | 67.84% |
| Total | 5,481 | 100.00% | 2,941,789,472 | 100.00% |

11. EMPLOYMENT AND EMPLOYEES

a) Employment of physically challenged persons

It is the policy of the Group that there should be no discrimination in considering applications for employment including those from disabled

persons. All employees are given equal opportunities for self-development. As at December 31, 2014, however, no disabled person was in the employment of the Group.

b) Health, Safety and Welfare of employees

Health and safety regulations are in force within the Group's premises and employees are aware of the existing regulations. The Group provides subsidy to all levels of employees, transportation, housing, etc.

c) Employee involvement and training

The Group is committed to keeping employees informed as much as possible regarding the Group's performance and progress and seeking their views whenever practicable on matters which particularly affect them as employees

Management, professional and technical expertise are the Group's major assets and investment in their further development continues. Training is carried out at various levels through both in-house and external courses.

12. POST BALANCE SHEET EVENTS

There are no post balance sheet events, which could have had material effect on the state of affairs of the Group, and the profit for the year ended, 31st December 2014 which have not been adequately provided for or disclosed.

13. GOING CONCERN STATUS

The Directors are of the opinion that the going concern status of the company is satisfactory.

14. AUDIT COMMITTEE

Pursuant to Section 359 (3) of the Companies and Allied Matters Act CAP.C20, LFN 2004, the company has in place an Audit Committee comprising of three shareholders and three Director's representatives appointed at the last AGM as follows:

- Uba Basil (Chairman)
- Peter Eyanuku
- Chuks Osadinizu
- Chief John O. Akinleye
- Alh. Dasuki Nakande
- Mr. Akin Opeodu

15. AUDITORS

The firm of Chartered Accountants, Messrs Olaolu Olabimtan & Co. (Chartered Accountants) was engaged to conduct the 2014 financial audit and in accordance with Section 357 (2) of the Companies and Allied Matters Act CAP. C20, LFN. 2004, they have indicated their willingness to continue in office as auditors.

A resolution will be proposed to re-appoint the auditors at the Annual General Meeting.

16. COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

As a company listed on the Nigerian Stock Exchange, Omatek complies with the provisions of the Code of best practice on Corporate Governance for public quoted companies. In its bid to maintain its strong pioneer status and transparency, the Group has adopted the Corporate Governance Code of the Securities and Exchange Commission and strives to maintain compliance with the rules of the

Nigerian Stock Exchange, in addition to the relevant laws and guidelines operating in Nigeria.

BY ORDER OF THE BOARD

Ikotun, Temowo & Co
Company Secretary

Dated this ____ day of ____ 2015

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF OMATEK VENTURES PLC

REPORT ON FINANCIAL STATEMENTS

We have audited the accompanying consolidated financial statements of OMATEK VENTURES Plc. and its subsidiaries (“the group”). These financial statements comprise the statement of financial position as at 31 December 2014, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and notes to the financial statements which includes a summary of significant accounting policies and other explanatory notes.

DIRECTOR’S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and with the requirements of the Companies and Allied Matters Act and for such internal control, as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

AUDITOR’S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

OPINION

In our opinion the accompanying financial statement give a true and fair view of the state of the financial affairs of the group as at 31 December 2014 and of their financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Companies and Allied Matters Act and the Financial Reporting Council Act.

REPORT ON OTHER LEGAL REQUIREMENTS

The Companies and Allied Matters Act require that in carrying out our audit we consider and report to you on the following matters.

We confirm that:

- i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. The group has kept proper books of account, so far as appears from our examination of those books;
- iii. The statement of financial position, income statement and statement of comprehensive income are in agreement with the books of account

FRC/2013/ICAN/00000003917

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| OMATEK VENTURES PLC | | | |
|---|------|---------------------------------|-----------------|
| CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2014 | | | |
| IN MILLIONS OF NIGERIAN NAIRA | | | |
| | NOTE | 2014 | 2013 |
| ASSETS | | | |
| PROPERTY, PLANT & EQUIPMENT | 8 | 1,871.46 | 1,915.16 |
| INVESTMENT PROPERTY | 9 | 2,200.00 | 2,200.00 |
| INVESTMENTS | 10 | 131.92 | 131.92 |
| DEFERRED TAX ASSET | 11 | 32.75 | 32.20 |
| OTHER NON CURRENT ASSETS | 25 | 800.00 | 800.00 |
| TOTAL NON CURRENT ASSETS | | 5,036.13 | 5,079.28 |
| INVENTORIES | 12 | 1,927.77 | 2,078.03 |
| TRADE & OTHER RECEIVABLES | 13 | 1,610.32 | 1,266.12 |
| PREPAYMENTS | 14 | 4.90 | 12.25 |
| CASH & CASH EQUIVALENTS | 15 | 30.23 | 167.41 |
| TOTAL CURRENT ASSETS | | 3,573.23 | 3,523.81 |
| TOTAL ASSETS | | 8,609.36 | 8,603.09 |
| EQUITY | | | |
| SHARE CAPITAL | 16 | 1,470.89 | 1,470.89 |
| SHARE PREMIUM | 17 | 4,376.34 | 4,376.34 |
| RETAINED EARNINGS | | (3,661.68) | (3,814.43) |
| REVALUATION RESERVE | 18 | 614.90 | 614.90 |
| NON CONTROLLING INTEREST | | 937.35 | 740.15 |
| TOTAL EQUITY | | 3,737.82 | 3,387.86 |
| LIABILITIES | | | |
| CONSUMER SCHEMES & PROJECT FINAN | 19 | 4,012.41 | 3,915.28 |
| DEFERRED TAX LIABILITY | 11 | 0.45 | 1.02 |
| TOTAL NON CURRENT LIABILITIES | | 4,012.85 | 3,916.29 |
| BANK OVERDRAFT | 15 | 229.25 | 127.48 |
| TRADE & OTHER PAYABLES | 20 | 525.58 | 1,104.10 |
| ACCRUED TAX | 11 | 103.85 | 67.36 |
| TOTAL CURRENT LIABILITIES | | 858.69 | 1,298.94 |
| TOTAL LIABILITIES | | 4,871.54 | 5,215.23 |
| TOTAL EQUITIES & LIABILITIES | | 8,609.36 | 8,603.09 |
| The financial statements were approved by the Board of Directors on | | | |
| and signed on it's behalf by; | | | |
| | | | |
| Dr. Timothy Farinre | | Engr.(Mrs.) Florence Seriki MFR | |
| THE NOTES FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS | | | |

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| OMATEK VENTURES PLC | | | |
|---|------|----------|----------|
| CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2014 | | | |
| IN MILLIONS OF NIGERIAN NAIRA | | | |
| | NOTE | 2014 | 2013 |
| REVENUE | 21 | 1,144.55 | 1,024.20 |
| COST OF SALES | | (575.06) | (411.35) |
| GROSS PROFIT | | 569.49 | 612.85 |
| SELLING AND DISTRIBUTION EXPENSES | | (8.67) | (34.85) |
| ADMINISTRATION EXPENSES | 23 | (229.89) | (241.82) |
| RESULTS FROM OPERATING ACTIVITIES | | 330.94 | 336.18 |
| FINANCE COST | | (10.81) | (178.96) |
| PROFIT/(LOSS) BEFORE TAX | | 320.13 | 157.22 |
| TAX EXPENSE | 11 | (35.37) | 25.06 |
| PROFIT/(LOSS) ON CONTINUING OPERATIONS | | 284.76 | 182.28 |
| OTHER COMPREHENSIVE INCOME | | | |
| OTHER INCOME | 22 | 0.0013 | - |
| TOTAL OTHER COMPREHENSIVE INCOME | | 0.00 | - |
| TOTAL COMPREHENSIVE INCOME | | 284.76 | 182.28 |
| PROFIT ATTRIBUTABLE TO THE GROUP | | 119.50 | 69.69 |
| NON CONTROLLING INTEREST | | 165.26 | 112.59 |
| | | 284.76 | 182.28 |
| BASIC EARNINGS/(LOSS) PER SHARE (NGN) | 24 | 0.097 | 0.062 |
| DILUTED EARNINGS/(LOSS) PER SHARE (NGN) | | 0.097 | 0.062 |
| THE NOTES FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS | | | |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

OMATEK VENTURES PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2014

IN MILLIONS OF NIGERIAN NAIRA

| | SHARE CAPITAL | SHARE PREMIUM | RETAINED EARNINGS | REVALUATION RESERVE | NON CONTROLLING INTEREST | TOTAL EQUITY |
|--|------------------|------------------|----------------------|------------------------|--------------------------------|-----------------|
| BALANCE AT 1ST JANUARY 2014 | 1,470.89 | 4,376.34 | (3,814.43) | 614.90 | 740.15 | 3,387.86 |
| ADJUSTMENT | | | 65.20 | | | 65.20 |
| TOTAL COMPREHENSIVE INCOME | | | | | | |
| PROFIT/(LOSS) ON CONTINUING OPERATIONS | | | 119.50 | | 165.26 | 284.76 |
| OTHER COMPREHENSIVE INCOME | | | | | | |
| OTHER INCOME | | | 0.00 | | 0.00 | 0.00 |
| TOTAL OTHER COMPREHENSIVE INCOME | | | 0.00 | - | 0.00 | 0.00 |
| TOTAL COMPREHENSIVE INCOME FOR THE | - | - | 119.50 | - | 165.26 | 284.76 |
| BALANCE AT 31ST DECEMBER 2014 | 1,470.89 | 4,376.34 | (3,629.73) | 614.90 | 905.41 | 3,737.82 |
| | SHARE CAPITAL | SHARE PREMIUM | RETAINED EARNINGS | REVALUATION RESERVE | NON CONTROLLING INTEREST | TOTAL EQUITY |
| BALANCE AT 1ST JANUARY 2013 | 1,470.89 | 4,376.34 | (3,723.75) | 614.90 | 778.99 | 3,517.38 |
| ADJUSTMENT | | | (311.80) | | | (311.80) |
| TOTAL COMPREHENSIVE INCOME | | | | | | |
| PROFIT/(LOSS) ON CONTINUING OPERATIONS | | | 69.69 | | 112.59 | 182.28 |
| OTHER COMPREHENSIVE INCOME | | | | | | |
| OTHER INCOME | | | - | | - | - |
| TOTAL OTHER COMPREHENSIVE INCOME | | | - | - | - | - |
| TOTAL COMPREHENSIVE INCOME FOR THE | - | - | 69.69 | - | 112.59 | 182.28 |
| BALANCE AT 31ST DECEMBER 2013 | 1,470.89 | 4,376.34 | (3,965.86) | 614.90 | 891.58 | 3,387.86 |
| THE NOTES FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS | | | | | | |

CONSOLIDATED STATEMENT OF CASH FLOWS

| OMATEK VENTURES PLC | | | |
|---|------|-------------------------------|-------------------------------|
| CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST DECEMBER 2014 | | | |
| IN MILLIONS OF NIGERIAN NAIRA | | | |
| | NOTE | JANUARY - DECEMBER 2014 | JANUARY - DECEMBER 2013 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| PROFIT/(LOSS) | | 284.76 | 182.28 |
| ADJUSTMENTS FOR : | | | |
| DEPRECIATION | | 43.89 | 45.10 |
| PROFIT ON SALE OF ASSETS | | - | - |
| FINANCE COST | | 10.81 | 178.96 |
| TAX | | 35.37 | (25.06) |
| | | <u>90.07</u> | <u>199.00</u> |
| CHANGES IN CURRENT ASSETS : | | | |
| INVENTORIES | | 150.26 | (1,339.80) |
| TRADE & OTHER RECEIVABLES | | (344.20) | 332.07 |
| PREPAYMENTS | | 7.35 | 5.84 |
| | | <u>(186.60)</u> | <u>(1,001.89)</u> |
| CHANGES IN CURRENT LIABILITIES : | | | |
| TRADE & OTHER PAYABLES | | (513.44) | (340.43) |
| | | <u>(513.44)</u> | <u>(340.43)</u> |
| NET CASH FROM OPERATING ACTIVITIES | | <u>(325.21)</u> | <u>(961.04)</u> |
| CASHFLOW FROM INVESTING ACTIVITIES | | | |
| PURCHASE OF FIXED ASSET | | (0.08) | (0.08) |
| SALE OF FIXED ASSET | | - | - |
| NET CASH FROM INVESTING ACTIVITIES | | <u>(0.08)</u> | <u>(0.08)</u> |
| CASHFLOW FROM FINANCING ACTIVITIES | | | |
| FINANCE COST | | (10.81) | (178.96) |
| LOANS & BORROWINGS | | 97.13 | 1,292.66 |
| NET CASH FROM FINANCING ACTIVITIES | | <u>86.32</u> | <u>1,113.70</u> |
| NET CASH FLOW | | <u>(238.96)</u> | <u>152.58</u> |
| CASH & CASH EQUIVALENTS @ 1ST JANUARY | | 39.93 | (112.65) |
| CASH & CASH EQUIVALENTS @ END DECEMBER | 15 | <u>(199.03)</u> | <u>39.93</u> |
| THE NOTES FORM AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS | | | |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

| OMATEK VENTURES PLC | | | | | | | | | | | | | | | | | | |
|--|---|---|--|----------|---------|----------------|--------|-----------------------|------------|--------|------------------------------|------------|---------|--------------------------------------|------------|--|--|--|
| NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS | | | | | | | | | | | | | | | | | | |
| 1 | REPORTING ENTITY | | | | | | | | | | | | | | | | | |
| | (A) | LEGAL FORM | Omatek Ventures Plc is a public limited liability company incorporated in Nigeria under the Companies and Allied Matters Act of 1990. | | | | | | | | | | | | | | | |
| | (B) | MAIN ACTIVITIES | Omatek is a holding company which holds shares in the manufacturing, distribution and sales and service of various types of computers and home entertainment products | | | | | | | | | | | | | | | |
| | (C) | REGISTERED ADDRESS | The registered address is 22c Ligali Ayorinde Street, Victoria Island. Lagos, Nigeria. | | | | | | | | | | | | | | | |
| 2 | STATEMENT OF COMPLIANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS | | The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs). | | | | | | | | | | | | | | | |
| | | | The consolidated financial statements were authorised for issue by the Board of Directors on | | | | | | | | | | | | | | | |
| 3 | BASIS OF PREPARATION | | | | | | | | | | | | | | | | | |
| | (A) | BASIS OF MEASUREMENT | The financial statements have been prepared on the historical cost basis and all applicable standard issued by the Financial Reporting Council of Nigeria | | | | | | | | | | | | | | | |
| | (B) | FUNCTIONAL AND PRESENTATION CURRENCY | These financial statements are presented in Nigerian Naira, which is the Company's functional currency. All financial information presented in naira has been rounded to nearest million. | | | | | | | | | | | | | | | |
| | (C) | USE OF ESTIMATES AND JUDGEMENT | The preparation of the financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and into any future periods affected. | | | | | | | | | | | | | | | |
| | (D) | STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE | <table border="1"> <thead> <tr> <th>Standard</th> <th>Content</th> <th>Effective Year</th> </tr> </thead> <tbody> <tr> <td>IFRS 9</td> <td>Financial Instruments</td> <td>1-Jan-2015</td> </tr> <tr> <td>IFRS14</td> <td>Regulatory Deferral Accounts</td> <td>1-Jan-2016</td> </tr> <tr> <td>IFRS 15</td> <td>Revenue from Contract with Customers</td> <td>1-Jan-2017</td> </tr> <tr> <td colspan="3">Standards which were issued but will become effective after 2014 will not have material impact on the Company.</td> </tr> </tbody> </table> | Standard | Content | Effective Year | IFRS 9 | Financial Instruments | 1-Jan-2015 | IFRS14 | Regulatory Deferral Accounts | 1-Jan-2016 | IFRS 15 | Revenue from Contract with Customers | 1-Jan-2017 | Standards which were issued but will become effective after 2014 will not have material impact on the Company. | | |
| Standard | Content | Effective Year | | | | | | | | | | | | | | | | |
| IFRS 9 | Financial Instruments | 1-Jan-2015 | | | | | | | | | | | | | | | | |
| IFRS14 | Regulatory Deferral Accounts | 1-Jan-2016 | | | | | | | | | | | | | | | | |
| IFRS 15 | Revenue from Contract with Customers | 1-Jan-2017 | | | | | | | | | | | | | | | | |
| Standards which were issued but will become effective after 2014 will not have material impact on the Company. | | | | | | | | | | | | | | | | | | |
| 4 | BASIS OF CONSOLIDATION | | Subsidiaries are entities controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. The consolidated financial statements combine the financial statements of Omatek Ventures Plc, Omatek Ventures Distribution Limited and Omatek Computers Limited. | | | | | | | | | | | | | | | |

| | | |
|---|--|--|
| 5 | SIGNIFICANT ACCOUNTING POLICIES | The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements. |
| | | |
| | (A) FOREIGN CURRENCY | Transactions in foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date. |
| | | The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the period, adjusted for effective interest and payments during the period, and the amortised cost in foreign currency translated at the exchange rate at the end of the reporting period. |
| | | Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the exchange rate at the date that the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. |
| | | |
| | (B) PROPERTY, PLANT & EQUIPMENT | |
| | (i) RECOGNITION AND MEASUREMENT | Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. |
| | | The building at Plot 11 Kudirat Abiola Way was valued on 2nd January 2011 as part of the IFRS Implementation Project by Adeniji Adele & Associates - Consulting Estate Surveyors & Valuers. |
| | | Cost includes expenditure that is directly attributable to the acquisition of the asset. |
| | (ii) DEPRECIATION | Depreciation is calculated over the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value. |
| | | Depreciation is recognised in profit or loss on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. Land is not depreciated. |
| | | The estimated useful lives for the current and comparative periods are as follows: |
| | | Leasehold Building 50 Years |
| | | Motor Vehicles 5 Years |
| | | Furniture, Fixtures & Fittings 10 Years |
| | | Office Equipment 10 Years |
| | | Plant & Machinery 5 Years |
| | | Computer Equipment 5 Years |
| | | Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. |
| | | |
| | (C) INVENTORIES | Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. |
| | | In the case of manufactured inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses. |
| | | |

| | | | | | | |
|--|-------------|---|--|--|--|--|
| | (D) | IMPAIRMENT | | | | |
| | (i) | FINANCIAL ASSETS (INCLUDING RECEIVABLES) | A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. | | | |
| | | | A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably. | | | |
| | | | Objective evidence that financial assets are impaired can include default or delinquency by a debtor, restructuring of an amount due to the Company on terms that the Company would not consider otherwise and/or indications that a debtor or issuer will enter bankruptcy. | | | |
| | | | The Company considers evidence of impairment for receivables at both a specific asset and collective level. All individually significant receivables are assessed for specific impairment. | | | |
| | | | All individually significant receivables found not to be specifically impaired are then collectively assessed for any impairment that has been incurred but not yet identified. Receivables that are not individually significant are collectively assessed for impairment by grouping together receivables with similar risk characteristics. | | | |
| | | | In assessing collective impairment the Company uses historical trends of the probability of default, timing of recoveries and the amount of loss incurred, adjusted for management's judgement as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical trends. | | | |
| | | | An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. | | | |
| | | | Losses are recognised in profit or loss and reflected in an allowance account against receivables. Interest on the impaired asset continues to be recognised through the unwinding of the discount. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss. | | | |
| | | | | | | |
| | (ii) | NON FINANCIAL ASSETS | The carrying amounts of the Company's non-financial assets, other than biological assets, investment property, inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. | | | |
| | | | For goodwill, and intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each year at the same time. | | | |
| | | | The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. | | | |
| | | | For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit, or CGU"). | | | |
| | | | For the purposes of goodwill impairment testing, goodwill acquired in a business combination is allocated to the group of CGUs that is expected to benefit from the synergies of the combination. This allocation is subject to an operating segment ceiling test and reflects the lowest level at which that goodwill is monitored for internal reporting purposes. | | | |
| | | | The Company's corporate assets do not generate separate cash inflows. If there is an indication that a corporate asset may be impaired, then the recoverable amount is determined for the CGU to which the corporate asset belongs. | | | |
| | | | An impairment loss is recognised if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to the units, and then to reduce the carrying amounts of the other assets in the unit (group of units) on a pro rata basis. | | | |
| | | | An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. | | | |
| | | | An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. | | | |

| | | | | | | |
|--|-------------|-----------------------------------|---|--|--|--|
| | (E) | EMPLOYEE BENEFITS | | | | |
| | (i) | DEFINED CONTRIBUTION PLANS | A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. | | | |
| | | | For defined contribution plans, the Company pays contributions to publicly or privately administered pension fund administrators (PFA) on a mandatory, contractual or voluntary basis. The Company has no further payment obligations once the contributions have been paid. | | | |
| | | | The contributions are recognised as employee benefit expense in comprehensive income statement when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available. | | | |
| | (ii) | TERMINATION BENEFITS | Termination benefits are recognised as an expense when the Group is demonstrably committed, without realistic possibility of withdrawal, to a formal detailed plan to terminate employment before the normal retirement date. | | | |
| | | | Termination benefits for voluntary redundancies are recognised if the Group has made an offer encouraging voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably. If benefits are payable more than 12 months after the reporting date, then they are discounted to their present value. | | | |
| | (F) | REVENUES | | | | |
| | (i) | GOODS SOLD | Revenue from the sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognised when persuasive evidence exists, usually in the form of an executed sales agreement, that the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. | | | |
| | | | If it is probable that discounts will be granted and the amount can be measured reliably, then the discount is recognised as a reduction of revenue as the sales are recognised. | | | |
| | (ii) | RENTAL INCOME | Rental income from property is recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income, over the term of the lease. Rental income from subleased property is recognised as other income. | | | |
| | (G) | INCOME TAX | Income tax expense comprises current and deferred tax. Current tax and deferred tax are items recognised directly in equity or in other comprehensive income. Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years. | | | |
| | | | Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. | | | |
| | | | Deferred tax is not recognised for the following temporary differences: the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss, and differences relating to investments in subsidiaries and jointly controlled entities to the extent that it is probable that they will not reverse in the foreseeable future. In addition, deferred tax is not recognised for taxable temporary differences arising on the initial recognition of goodwill. | | | |
| | | | Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. | | | |
| | | | A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which they can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised. | | | |
| | (H) | SEGMENT REPORTING | An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. | | | |
| | | | All operating segments' operating results are reviewed regularly by the Group's CEO to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available. | | | |
| | | | Segment results that are reported to the CEO include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets (primarily the Company's headquarters), head office expenses, and income tax assets and liabilities. | | | |
| | | | Segment capital expenditure is the total cost incurred during the period to acquire property, plant and equipment, and intangible assets other than goodwill. | | | |

| | | | | | |
|----------|----------------------------------|--------------------------------------|--|--|--|
| 6 | FINANCIAL RISK MANAGEMENT | | | | |
| | (A) | OVERVIEW | The Company has exposure to the following risks from its use of financial instruments: | | |
| | | | Credit Risk | | |
| | | | Liquidity Risk | | |
| | | | Market Risk | | |
| | | | Operational Risk | | |
| | | | This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. | | |
| | | | Further quantitative disclosures are included throughout these financial statements | | |
| | (B) | RISK MANAGEMENT FRAMEWORK | The Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. | | |
| | | | The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. | | |
| | | | The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations. | | |
| | | | The Group Audit Committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. | | |
| | | | The Group Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee. | | |
| | (C) | CREDIT RISK | Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. | | |
| | (i) | TRADE & OTHER RECEIVABLES | The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. | | |
| | (D) | LIQUIDITY RISK | Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. | | |
| | | | The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. | | |
| | (E) | OPERATIONAL RISK | Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Group's processes, personnel, technology and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behaviour. Operational risks arise from all of the Group's operations. | | |
| | | | The Group's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the Group's reputation with overall cost effectiveness and to avoid control procedures that restrict initiative and creativity. | | |
| | | | The primary responsibility for the development and implementation of controls to address operational risk is assigned to senior management within each business unit. This responsibility is supported by the development of overall Company standards for the management of operational risk. | | |
| | | | Compliance with Group standards is supported by a programme of periodic reviews undertaken by Internal Audit. The results of Internal Audit reviews are discussed with the management of the business unit to which they relate, with summaries submitted to the Audit Committee and senior management of the Group. | | |
| | (F) | MARKET RISK | Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Group's income. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. | | |

| | | | |
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| 7 | OPERATING SEGMENTS | | The Group has two reportable segments, as described below, which are the Group's strategic business units. |
| | | | The strategic business units undertake different sectors of Group's activities and are managed separately based on the Group's management and internal reporting structure. |
| | | | For each of the strategic business units, the Executive Management Committee reviews internal management reports on at least a quarterly basis. |
| | OMATEK COMPUTERS LIMITED | | The principal activities of the company are the assembling, and manufacturing of various types of computers and home entertainment products, UPS, inverters and solar systems |
| | OMATEK VENTURES DISTRIBUTION LIMITED | | Omatek Ventures Distribution Limited is a computer company which was formed to take over the distribution and sales of all products of the Omatek Group which include various types of computers and home entertainment products, UPS, inverters and solar systems |

| YEAR ENDED 31/12/14 | | | | |
|--|----------------------|----------------|--------------|--------------|
| | MANUFACTURING | TRADING | OTHER | TOTAL |
| | N'M | N'M | N'M | N'M |
| REVENUE | | | | |
| EXTERNAL CUSTOMERS | 226.94 | 917.61 | - | 1,144.55 |
| OTHER BUSINESS SEGMENT | 151.29 | - | - | 151.29 |
| TOTAL REVENUE | 378.23 | 917.61 | - | 1,295.84 |
| COST OF SALES | (243.89) | (426.88) | | (670.77) |
| GROSS PROFIT | 134.34 | 490.73 | - | 625.07 |
| OTHER INCOME | 0.00 | - | 89.23 | 89.23 |
| SELLING AND DISTRIBUTION EXPENSES | (0.86) | (7.81) | | (8.67) |
| ADMINISTRATION EXPENSES | (64.15) | (97.43) | (68.30) | (229.89) |
| RESULT FROM OPERATIONS | 69.33 | 385.49 | 20.92 | 475.74 |
| FINANCE COST | (6.06) | (4.75) | - | (10.81) |
| NET PROFIT/(LOSS) BEFORE TAX | 63.27 | 380.74 | 20.92 | 464.94 |
| TAX EXPENSE | (4.88) | (27.37) | (3.68) | (35.92) |
| NET PROFIT/(LOSS) AFTER TAX | 58.39 | 353.37 | 17.24 | 429.01 |
| ASSETS | 1,998.66 | 3,947.65 | 5,254.62 | 11,200.94 |
| LIABILITIES | (1,730.55) | (4,325.32) | (142.02) | (6,197.89) |
| NET ASSETS | 268.11 | (377.67) | 5,112.60 | 5,003.04 |

| YEAR ENDED 31/12/13 | | | | |
|--|---------------------------|-------------------|-----------------|-------------------|
| | MANUFACTU RING | TRADING | OTHER | TOTAL |
| | N'M | N'M | N'M | N'M |
| REVENUE | | | | |
| EXTERNAL CUSTOMERS | 255.40 | 768.80 | - | 1,024.20 |
| OTHER BUSINESS SEGMENT | 170.27 | - | - | 170.27 |
| TOTAL REVENUE | 425.67 | 768.80 | - | 1,194.45 |
| COST OF SALES | (237.36) | (243.30) | | (480.66) |
| GROSS PROFIT | 188.31 | 525.50 | - | 713.80 |
| OTHER INCOME | - | - | 161.26 | 161.26 |
| SELLING AND DISTRIBUTION EXPENSES | (16.29) | (18.56) | | (34.85) |
| ADMINISTRATION EXPENSES | (21.86) | (154.87) | (65.09) | (241.82) |
| RESULT FROM OPERATIONS | 150.16 | 352.06 | 96.17 | 598.39 |
| FINANCE COST | (14.31) | (164.65) | - | (178.96) |
| NET PROFIT/(LOSS) BEFORE TAX | 135.85 | 187.41 | 96.17 | 419.43 |
| TAX EXPENSE | (5.49) | 26.54 | (3.68) | 17.37 |
| NET PROFIT/(LOSS) AFTER TAX | 130.36 | 213.95 | 92.50 | 436.80 |
| ASSETS | 1,054.27 | 3,395.88 | 5,291.95 | 9,742.10 |
| LIABILITIES | (844.56) | (4,192.11) | (119.39) | (5,156.06) |
| NET ASSETS | 209.71 | (796.23) | 5,172.56 | 4,586.04 |

| 11 | TAX | 31ST DECEMBER 2014 N'M | 31ST DECEMBER 2013 N'M |
|----|--|---|---|
| | TAX EXPENSE | | |
| | COMPANIES INCOME TAX | 27.70 | 7.90 |
| | EDUCATION TAX | 5.12 | 0.53 |
| | MINIMUM TAX | 3.68 | 3.68 |
| | DEFFERED TAX | (0.57) | (29.47) |
| | DEFFERED TAX ON CONSOLIDATION | (0.55) | (7.69) |
| | | <u>35.37</u> | <u>(25.06)</u> |
| | ACCRUED TAX | | |
| | BALANCE BROUGHT FORWARD | 67.36 | 55.26 |
| | CURRENT CHARGE | 36.49 | 12.10 |
| | PAYMENTS DURING THE PERIOD | - | |
| | BALANCE CARRIED FORWARD | <u>103.85</u> | <u>67.36</u> |
| | DEFFERED TAX ASSET | | |
| | BALANCE BROUGHT FORWARD | 32.20 | 24.51 |
| | CURRENT PROVISION | 0.55 | 7.69 |
| | WHT | | |
| | BALANCE CARRIED FORWARD | <u>32.75</u> | <u>32.20</u> |
| | DEFFERED TAX LIABILITY | | |
| | BALANCE BROUGHT FORWARD | 1.02 | 30.49 |
| | CURRENT PROVISION | (0.57) | (29.47) |
| | BALANCE CARRIED FORWARD | <u>0.45</u> | <u>1.02</u> |
| 12 | INVENTORIES | 31ST DECEMBER 2014 N'M | 31ST DECEMBER 2013 N'M |
| | FINISHED GOODS | 1,929.62 | 843.66 |
| | RAW MATERIALS | - | - |
| | GOODS IN TRANSIT | | 1,260.00 |
| | PROVISION FOR UNREALISED PROFIT | (1.84) | (25.63) |
| | | <u>1,927.77</u> | <u>2,078.03</u> |
| 13 | TRADE & OTHER RECEIVABLES | 31ST DECEMBER 2014 N'M | 31ST DECEMBER 2013 N'M |
| | TRADE RECEIVABLES | 214.52 | 600.59 |
| | STAFF RECEIVABLES | 51.25 | 37.12 |
| | INTERCOMPANY | 963.21 | 330.74 |
| | OTHER RECEIVABLES | 394.27 | 310.62 |
| | PROVISION FOR DOUBTFUL TRADE RECEIVABLES | (12.94) | (12.94) |
| | | <u>1,610.32</u> | <u>1,266.12</u> |

| | | | |
|-----------|---|---|---|
| 14 | PREPAYMENTS | 31ST DECEMBER 2014 N'M | 31ST DECEMBER 2013 N'M |
| | PREPAID RENT | 4.90 | 12.25 |
| | PREPAID INSURANCE | - | - |
| | | <u>4.90</u> | <u>12.25</u> |
| 15 | CASH & CASH EQUIVALENTS | 31ST DECEMBER 2014 N'M | 31ST DECEMBER 2013 N'M |
| | BANK BALANCES | 28.31 | 166.09 |
| | CASH | 1.92 | 1.32 |
| | CASH & CASH EQUIVALENTS - STATEMENT OF FINANCIAL POSITION | 30.23 | 167.41 |
| | BANK OVERDRAFT | (229.25) | (127.48) |
| | CASH & CASH EQUIVALENTS - STATEMENT OF CASH FLOWS | (199.03) | 39.93 |
| | | | |
| 16 | SHARE CAPITAL | 31ST DECEMBER 2014 N'M | 31ST DECEMBER 2013 N'M |
| | AUTHORISED 7,000,000,000 ORDINARY SHARES @ NGN0.50 | 3,500.00 | 3,500.00 |
| | ISSUED 2,941,789,472 ORDINARY SHARES @NGN0.50 | 1,470.89 | 1,470.89 |
| 17 | SHARE PREMIUM | 31ST DECEMBER 2014 N'M | 31ST DECEMBER 2013 N'M |
| | | 4,376.34 | 4,376.34 |
| 18 | REVALUATION RESERVE | The building at Plot 11 Kudirat Abiola Way was valued on 2nd January 2011 as part of the IFRS Implementation Project by Adeniji Adele & Associates - Consulting Estate Surveyors & Valuers. | |
| 19 | CONSUMER SCHEMES & PROJECT FINANCE | 31ST DECEMBER 2014 N'M | 31ST DECEMBER 2013 N'M |
| | OPENING BALANCE | 3,915.28 | 1,510.82 |
| | NET MOVEMENT IN THE YEAR | 97.13 | 2,404.45 |
| | | <u>4,012.41</u> | <u>3,915.28</u> |

| | | 31ST DECEMBER 2014 | 31ST DECEMBER 2013 |
|-----------|---|-----------------------------------|-----------------------------------|
| 20 | TRADE & OTHER PAYABLES | N'M | N'M |
| | | | |
| | TRADE PAYABLES | 48.10 | 631.66 |
| | STAFF PAYABLES | 23.09 | 36.88 |
| | ACCRUED EXPENSES | 207.16 | 199.95 |
| | INTERCOMPANY | - | |
| | OTHER PAYABLES | 247.23 | 235.61 |
| | | <u>525.58</u> | <u>1,104.10</u> |
| | | | |
| 21 | REVENUE | N'M | N'M |
| | | | |
| | SALE OF GOODS TO 3RD PARTIES. | 1,144.55 | 1,024.20 |
| | | | |
| 22 | OTHER INCOME | N'M | N'M |
| | | | |
| | PROFIT ON SALE OF FIXED ASSETS | - | - |
| | RENTAL INCOME | - | - |
| | AFTER SALE SERVICE | 0.0013 | - |
| | OTHERS | - | - |
| | | 0.00 | - |
| | | | |
| 23 | ADMINISTRATION EXPENSES | N'M | N'M |
| | | | |
| | INCLUDED IN ADMINISTRATION EXPENSES ARE: | | |
| | | | |
| | DEPRECIATION | 43.89 | 45.10 |
| | AUDITORS FEES | 3.00 | 3.00 |
| | | | |
| 24 | EARNINGS PER SHARE - BASIC & DILUTED | N'M | N'M |
| | | | |
| | EARNINGS PER SHARE IS CALCULATED BY DIVIDING THE NET PROFIT AFTER TAX ATTRIBUTABLE TO EQUITY HOLDERS BY THE WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES IN ISSUE DURING THE YEAR | | |
| | | | |
| | PROFIT/(LOSS) AFTER TAX ATTRIBUTABLE TO SHAREHOL | 284.76 | 182.28 |
| | WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES | 2,941.79 | 2,941.79 |
| | EARNINGS/(LOSS) PER SHARE (NGN) | 0.10 | 0.06 |
| | | | |
| 25 | OTHER NON CURRENT ASSETS | N'M | N'M |
| | | | |
| | SBLC CASH COLLATERAL | 800.00 | 800.00 |
| | | | |

FINANCIAL SUMMARY

| OMATEK VENTURES PLC | | | | | |
|--|--|-----------------|-----------------|-----------------|-----------------|
| FINANCIAL SUMMARY | | | | | |
| IN MILLIONS OF NIGERIAN NAIRA | | | | | |
| | | 2014 | 2013 | 2012 | 2011 |
| PROFIT OR LOSS | | | | | |
| TURNOVER | | 1,144.55 | 1,024.20 | 1,385.52 | 369.06 |
| PROFIT AFTER TAX | | 284.76 | 182.28 | 236.82 | (300.08) |
| STATEMENT OF FINANCIAL POSITION | | | | | |
| PROPERTY, PLANT & EQUIPMENT | | 1,871.46 | 1,915.16 | 1,960.18 | 2,031.61 |
| OTHER NON CURRENT ASSETS | | 3,164.67 | 3,164.12 | 2,356.43 | 2,332.09 |
| CURRENT ASSETS | | 3,573.23 | 3,523.81 | 2,440.87 | 994.97 |
| | | <u>8,609.36</u> | <u>8,603.09</u> | <u>6,757.48</u> | <u>5,358.67</u> |
| FINANCED BY | | | | | |
| SHARE CAPITAL | | 1,470.89 | 1,470.89 | 1,470.89 | 1,470.89 |
| SHARE PREMIUM | | 4,376.34 | 4,376.34 | 4,376.34 | 4,376.34 |
| RETAINED EARNINGS | | (3,661.68) | (3,814.43) | (3,723.75) | (3,825.06) |
| REVALUATION RESERVE | | 614.90 | 614.90 | 614.90 | 614.90 |
| NON CONTROLLING INTEREST | | 937.35 | 740.15 | 778.99 | 643.48 |
| NON CURRENT LIABILITIES | | 4,012.85 | 3,916.29 | 1,541.31 | 1,541.31 |
| CURRENT LIABILITIES | | 858.69 | 1,298.94 | 1,698.78 | 536.81 |
| | | <u>8,609.36</u> | <u>8,603.09</u> | <u>6,757.47</u> | <u>5,358.67</u> |