

GLOBAL SPECTRUM ENERGY SERVICES PLC.

**UNADITED FINANCIAL STATEMENT
FOR THE PERIOD ENDED 31st DECEMBER, 2018
&
4TH QUARTER REPORT**

FOR

THE PERIOD ENDED 31ST DECEMBER 2018



Global Spectrum Energy Services Plc

GLOBAL SPECTRUM ENERGY SERVICES PLC

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GLOBAL SPECTRUM ENERGY SERVICES PLC

STATEMENT OF FINANCIAL POSITION

PERIOD		12/31/2018	12/31/2017
	<u>NOTES</u>	Quarter 4	ANNUAL REPORT
<u>Assets</u>			
<u>NON CURRENT ASSETS</u>			
Property, Plant and Equipment	1	3,945,588,721	3,883,272,000
<u>CURRENT ASSETS</u>			
Bank and cash balances	7	104,887,117	33,559,000
Intangible Assets	2		
Inventory	3	73,432,935	76,873,000
Trade Receivables	4	734,234,181	340,128,000
Other Receivables	5	16,601,175	133,000
Prepayments	6		44,814,000
Other Assets	8	60,246,607	2,500,000
Total Assets (A)		<u>4,934,990,736</u>	<u>4,381,279,000</u>
<u>LONG-TERM LIABILITIES</u>			
Borrowings	9		
Trade payables	10	566,417,516	148,460,000
Other Payables	11	10,879,251	
Tax payable	12	4,968,416	38,673,000
Deferred Tax	13		55,234,000
Deposit for Shares	14	<u>2,486,440,000</u>	<u>2,486,440,000</u>
Total Liabilities (B)		<u>3,068,705,184</u>	<u>2,728,807,000</u>
Net Assets (A-B)		<u>1,866,285,552</u>	<u>1,652,472,000</u>
<u>Equity</u>			
Share Capital	15	400,000,000	400,000,000
Retained earnings	16	1,463,511,977	1,252,472,000
Revaluation Reserves			
Other Reserves	17		
Total Equity		<u>1,863,511,977</u>	<u>1,652,472,000</u>


CLEMENT AKANIBO FRC/2014/ICAN/00000008266
CHIEF FINANCE OFFICER


IDEMUDIA OSAHON FRC/2017/NBA/000000016852
DIRECTOR

BOARD APPROVAL -28TH JANUARY, 2019

GLOBAL SPECTRUM ENERGY SERVICES PLC
STATEMENT OF COMPREHENSIVE INCOME

PERIOD	NOTES	31/12/2018	31/12/2017
		Interim 4th Quarter Reports	
		N	N
Revenue	18	583,094,188	301,322,802
Direct cost	19	451,410,265	266,330,881
Gross profit		131,683,923	34,991,921
Other Income			
Administrative expenses	20	82,252,616	69,969,333
Other operating expenses	21		
Operating profit		49,431,308	-34,977,412
Finance costs		2,842,358	720,667
Profit before taxation		46,588,950	-35,698,079
Taxation	12	3,210,050	1,609,514
Profit for the quarter		43,378,900	-37,307,593
Other comprehensive income			
Exchange differences on translation of foreign operations			
Income tax effect			
Other comprehensive income for the quarter, net of tax			
Total comprehensive income for the quarter		<u>43,378,900</u>	<u>-37,307,593</u>

GLOBAL SPECTRUM ENERGY SERVICES PLC
STATEMENT OF CHANGES IN EQUITY

**INTERIM 4Q -
2018**

PERIOD

	ISSUED CAPITAL N	RETAINED EARNINGS	REVALUATION RESERVES	TOTAL N
Balance as at previous quarter	400,000,000	1,420,133,077	-	1,820,133,077
Profit for the quarter		43,378,900		43,378,900
Other Comprehensive Income				
Total Comprehensive Income for the quarter		-		-
Tax effect				
Issue of Share Capital				
Balance as at end of quarter	<u>400,000,000</u>	<u>1,463,511,977</u>	<u>-</u>	<u>1,863,511,977</u>

**INTERIM
4Q -2018**

	ISSUED CAPITAL N	RETAINED EARNINGS	REVALUATION RESERVES	TOTAL N
Balance as at previous quarter	400,000,000	1,289,779,593	-	1,689,779,593
Profit for the quarter		-37,307,593		-37,307,593
Other Comprehensive Income				
Total Comprehensive Income for the quarter		-		-
Tax effect				
Issue of Share Capital				
Balance as at end of quarter	<u>400,000,000</u>	<u>1,252,472,000</u>	<u>-</u>	<u>1,652,472,000</u>

GLOBAL SPECTRUM ENERGY SERVICES PLC
NOTES TO THE ACCOUNTS

PERIOD

**December.
2018**

1. PROPERTY, PLANT & EQUIPMENT

	LAND & BUILDING N	MARINE EQUIPMENT N	PLANT & MACHINERY N	MOTOR VEHICLES N	FURNITURE & FITTINGS N	TOTAL
Cost						
Balance as at previous quarter- September 2018	2,450,000,000	1,867,443,985	10,100,000	8,982,000	6,950,000	4,343,475,985
Additions						0
Disposals						0
Balance as at end of quarter	2,450,000,000	1,867,443,985	10,100,000	8,982,000	6,950,000	4,343,475,985
						0
Depreciation and impairment losses						0
Balance as at previous quarter	61,960,000	302,822,970	7,456,000	8,981,990	4,711,508	385,932,468
Depreciation for the quarter	4,375,000	7,161,990	355,000		62,806	11,954,796
impairment losses						0
Disposals						0
Balance as at end of quarter	66,335,000	309,984,960	7,811,000	8,981,990	4,774,314	397,887,264
						0
Carrying amounts						0
Balance as at end of quarter	<u>2,383,665,000</u>	<u>1,557,459,025</u>	<u>2,289,000</u>	<u>10</u>	<u>2,175,686</u>	<u>3,945,588,721</u>
Balance as at September 30, 2018	<u>2,388,040,000</u>	<u>1,564,621,015</u>	<u>2,644,000</u>	<u>10</u>	<u>2,238,492</u>	<u>3,957,543,517</u>

GLOBAL SPECTRUM ENERGY SERVICES PLC
NOTES TO THE ACCOUNTS

PERIOD

31/12/2018

2. INTANGIBLE ASSETS

	GOODWILL	PURCHASED SOFTWARE	DEVELOPED SOFTWARE
	N	N	N
Cost			
Balance as at previous quarter	0	0	0
Acquisition			
Internal development			
Balance as at end of quarter	<u>0</u>	<u>0</u>	<u>0</u>
Depreciation and impairment losses			
Balance as at previous quarter	0	0	0
Amortization for the quarter			
impairment losses			
Balance as at end of quarter	<u>0</u>	<u>0</u>	<u>0</u>
Carrying amounts			
Balance as at end of quarter	<u>0</u>	<u>0</u>	<u>0</u>
Balance as at previous quarter	<u>0</u>	<u>0</u>	<u>0</u>

3. INVENTORY

Sundries	<u>73,690,825</u>
	<u>73,690,825</u>

4. TRADE RECEIVABLES

Trade Receivables	734,234,181
Associated Companies	
	<u>734,234,181</u>

5. OTHER RECEIVABLES

Other Receivables	15,558,675
Staff loan & Advances	1,042,500
	<u>16,601,175</u>

6. PREPAYMENTS

Prepaid - Rent	
Prepayment	<u>45,461,755</u>

GLOBAL SPECTRUM ENERGY SERVICES PLC
NOTES TO THE ACCOUNTS

PERIOD

31/12/2018

7. BANK AND CASH BALANCES

Diamond Plc	25,077,098
United Bank for Africa Plc	68,624,154
Fidelity Bank Plc	7,891,255
Zenith Bank Plc	2,558,000
Access Bank Plc	100,000
Cash at hand	636,610
	<u>104,887,117</u>

8. OTHER ASSETS

Quoted and Unquoted Investment	
Withholding Tax Receivables	<u>60,246,607</u>
	<u>60,246,607</u>

9. BORROWINGS

Bank loan

10. TRADE PAYABLES

Trade Payables	<u>566,417,516</u>
	<u>566,417,516</u>

11. OTHER PAYABLES

Other Payables	3,064,246
Accruals-Salary	6,341,500
Pension	1,473,506
	<u>10,879,251</u>

12. TAX PAYABLE

Balance as at previous quarter	0
Charge for the Quarter	4,968,416
Paid during the quarter	
Balance as at end of quarter	<u>4,968,416</u>
Tax Expense	
Company Income tax	
Education tax	

13. DEFERRED TAX

Assets as at previous quarter

Net temporal differences

Assets as at end of quarter

14. DEPOSIT FOR SHARES

As at previous quarter 2,486,440,000

Transactions within the quarter

Balance as at end of quarter **2,486,440,000**

15. SHARE CAPITAL

Authorised

800,000,000 ordinary shares of 50k each

400,000,000

Issued and fully paid

800,000,000 ordinary shares of 50k each

400,000,000

16. RETAINED EARNINGS

Balance as at previous quarter 1,420,133,077

Profit and loss 43,378,900

Balance as at end of quarter 1,463,511,977

17. OTHER RESERVES

Statutory reserves

General reserves

18. REVENUE

Revenue from services 583,094,187.89

583,094,188

19. DIRECT COST

Direct Labour 19,500,000.00

Vessel Expenses 14,494,000.00

Berthing Expenses 1,000,000.00

Overheads 32,543,910.00

Vessel and Boat Hiring 376,086,924.61

Carbotage Surcharge & Development Levy 7,785,429.93

451,410,265

20. ADMINISTRATIVE EXPENSES

Directors Remuneration

-

Salaries and Wages	19,495,545.41
Transport and Travelling	11,162,982.60
Rent and Rates	5,057,280.00
Electricity and water	2,801,050.00
Printing and Stationery	1,097,380.00
Motor Running Expenses	1,136,229.65
Repairs and Maintenance	1,400,000.00
Office and General Expenses	702,991.00
Telephone ,Internet and Postages	1,795,230.44
Security expenses	3,587,798.70
Staff Training and Development	
Insurance and License	7,500.00
Medical Expenses	14,800.00
Business Development Expenses	5,671,211.75
Depreciation	11,954,796.00
Legal and Professional charges	9,867,820.00
Governance & Compliances	6,500,000.00
Annual General Meeting	-
	<u>82,252,616</u>

21. OTHER OPERATING EXPENSES

other operating expenses

22. FINANCE COST

Bank charges	2,842,358
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