INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF LEADWAY HOLDINGS LIMITED - Continued

Report on Other Legal and Regulatory Requirements

In accordance with the requirement of the Fifth Schedule of the Companies and Allied Matters Act 2020, we confirm that:

- 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 in so far as it appears from our examination of those books;
- the consolidated and separate statements of financial position and the consolidated and separate statements of total comprehensive income are in agreement with the books of account.

Oluwasayo Elumaro, FCA
FRC/2012/ICAN/00000000139
For: Ernst & Young
Lagos, Nigeria

26 May 2021

INSTITUTE OF CHARTERED ACCOUNTANTS OF NIGERIA
3G/ICAN
1018997

CONSOLIDATED AND SEPARATE STATEMENTS OF TOTAL COMPREHENSIVE INCOME

		GROUP		COMPANY	
For the year ended 31 December 2020 *in thousands of Nigerian Naira*	Notes	2020	2019	2020	2019
Investment income	5	1,697,033	1,467,231	730,893	639,319
Management fee income	6	5,382,623	4,804,287	-	-
		7,079,656	6,271,518	730,893	639,319
Gross profit from hotel business	7	145,752	405,525	-	-
Fair value gain on investment property	21	-	5,430	-	-
Other operating income	8	403,290	19,799	272,820	28,294
Total income		7,628,698	6,702,272	1,003,713	667,613
Personnel expenses	9	2,303,873	2,192,379	48,190	187
Impairment charges	10	22,752	58,954	521	698
Other operating expenses	11	1,442,392	1,573,536	66,473	75,703
Depreciation of property, equipments and right-of-use assets	11.1	450,687	493,828	765	-
Amortisation of intangible assets	11.1	66,770	61,611	-	-
Net trading and foreign exchange loss		(7,083)	-	-	-
Loss from derecognition of investment at FVOCI	11.2	7,607	625	-	-
Interest on lease liabilities	12	6,934	15,510	-	-
Total expenses		4,293,932	4,396,443	115,949	76,588
Profit before interest and tax		3,334,765	2,305,829	887,764	591,025
Interest expenses	12	(314,770)	(268,104)	-	-
Profit before tax		3,019,995	2,037,726	887,764	591,025
Income tax expenses	13.1	(705,308)	(590,798)	(44)	(2,642)
Profit for the year		2,314,687	1,446,928	887,720	588,383
Profit attributable to:					
Owners of the parent		1,689,544	970,092	887,720	588,383
Non-controlling interests		625,143	476,836	-	-
		2,314,687	1,446,928	887,720	588,383
Other comprehensive income					
Items that will be reclassified subsequently to profit or loss:					
Fair value (loss)/gain on financial assets	16.1	(380,832)	91,403	(383,887)	92,785
Items that will not be reclassified subsequently to profit or loss:					
Gain on revaluation of property, plant and equipment net of tax		68,564	90,889	-	-
Total other comprehensive income		(312,268)	182,292	(383,887)	92,785
Total comprehensive income		2,002,419	1,629,220	503,833	681,168
Total comprehensive income attributable to:					
Owners of the parent	17.2	1,343,817	1,108,030	503,833	681,168
Non-controlling interests	17.2	658,602	521,190	-	-
		2,002,419	1,629,220	503,833	681,168
Earnings per share:					
Earnings per share for profit from total operations attributable to equity holders of parent					
Basic and diluted (kobo)	14	126	104	48	42

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.

LEADWAY HOLDINGS LIMITED

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

As at 31 December 2020		GROUP		COMPANY	
in thousands of Nigerian Naira	Notes	2020	2019	2020	2019
ASSETS					
Cash and cash equivalents	15	13,018,679	4,172,968	104,711	149,097
Equity instruments at fair value through profit or loss	16	236,985	234,674	122,229	103,339
Equity instruments at fair value through OCI	16	1,788,010	1,029,163	608,898	1,008,115
Debt instruments at amortised cost	16	5,137,115	5,282,627	2,209,328	784,018
Loans and advances	16	2,710,219	2,625,274	20,706	85,307
Financial lease receivables	16	10,933	3,283	-	-
Investment in subsidiaries	17	-	-	3,876,755	3,876,755
Trade and other receivables	19	1,794,454	1,377,989	519,986	66,830
Inventories	20	17,395	19,856	-	-
Investment property	21	-	692,687	-	-
Intangible assets	22	106,232	162,710	-	-
Property, plant and equipment	18	2,521,009	2,854,514	10,696	-
Right-of-use assets	28	54,633	105,322	-	-
Deferred tax assets	13.3a	34,101	37,336	-	-
Total assets		27,429,765	18,598,403	7,473,309	6,073,461
LIABILITIES					
Trade and other payables	23	11,284,955	4,471,572	170,651	172,121
Current tax liabilities	13.2	709,921	692,074	-	2,511
Fund held in trust	24	814,706	998,569	-	-
Borrowings	25	720,051	1,071,990	-	-
Lease liabilities	28	37,935	67,431	-	-
Deferred tax liabilities	13.3b	34,419	102	102	102
Total liabilities		13,601,987	7,301,738	170,753	174,734
EQUITY					
Share capital	26	1,842,885	1,392,889	1,842,885	1,392,889
Share premium	27	3,594,605	3,144,605	3,594,605	3,144,605
Revaluation reserves	27	355,472	320,367	-	-
Treasury shares	27	(134,478)	(101,656)	-	-
Statutory reserves	27	1,359,400	1,134,793	-	-
Fair value reserve	27	(297,337)	83,495	(291,102)	92,785
Retained earnings	27	3,596,959	2,132,022	2,156,168	1,268,448
Total shareholders' fund		10,317,506	8,106,515	7,302,556	5,898,727
Total equity attributable to the:					
Owners of the parent		10,317,506	8,106,515	7,302,556	5,898,727
Non-controlling interests in equity		3,510,272	3,190,150	-	-
Total equity		13,827,778	11,296,665	7,302,556	5,898,727
Total liabilities and equity		27,429,765	18,598,403	7,473,309	6,073,461

The consolidated and separate financial statements and accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements were approved and authorised for issue by the Board of Directors and were signed on its behalf by:

Oye Hassan-Odukale	Tunde Hassan-Odukale	Raphael Akomolede
FRC/2013/IODN/00000001963	FRC/2013/IODN/00000002040	FRC/2013/ICAN/00000001912
Chairman	Director	Ag. Chief Financial Officer

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.