GLOBAL SPECTRUM ENERGY SERVICES PLC.

UNAUDITED FINANCIAL STATEMENT

&

2ND QUARTER REPORT

FOR

THE PERIOD ENDED 30TH JUNE, 2022

Global Spectrum Energy Services Plc

Global Spectrum Energy Services Plc

GLOBAL SPECTRUM ENERGY SERVICES PLC

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GLOBAL SPECTRUM ENERGY SERVICES PLC
STATEMENT OF FINANCIAL POSITION
PERIOD ENDED 30TH

	NOTES	Jan- Jun 2022	Jan-Dec 2021
Assets		₦	₦
NON CURRENT ASSETS			
Property, Plant and Equipment	1	1,220,414,497	1,268,448,437
Investment Property	23	2,514,155,000	2,514,155,000
CURRENT ASSETS			
Bank and cash balances	7	570,425,122	605,872,540
Intangible Assets	2		
Inventory	3	0	0
Trade Receivables	4	1,387,031,985	825,859,582
Other Receivables	5	379,751,699	402,379,200
Prepayments	6	8,124,112	3,416,667
Other Assets	8	318,475,666	250,206,126
Total Assets (A)		**6,398,378,081**	**5,870,337,552**
LONG-TERM LIABILITIES			
Borrowings	9	230,640,317	0
Trade payables	10	694,734,083	550,016,653
Other Payables	11	18,183,599	25,379,000
Tax payable	12	133,753,303	91,636,139
Deferred Tax	13	141,066,000	141,066,000
Total Liabilites (B)		**1,218,377,303**	**808,103,045**
Net Assets (A-B)		**5,180,000,779**	**5,062,234,506**
Equity			
Share Capital	15	400,000,000	400,000,000
Deposit for Shares	14	2,486,440,000	2,486,440,000
Retained earnings	16	2,293,560,778	2,175,794,506
Revaluation Reserves	17	0	0
Total Equity		**5,180,000,779**	**5,062,234,506**

AKINDELE WASIU FRC/2018/ICAN/00000018056

Managing Director

CLEMENT AKANIBO FRC/2014/ICAN/00000008266

Director

IWUJI AUGUSTINE FRC/2021/001/00000024230

Chief Financial Officer

BOARD APPROVAL DATED 29TH JULY, 2022

GLOBAL SPECTRUM ENERGY SERVICES PLC
STATEMENT OF COMPREHENSIVE INCOME

PERIOD ENDED 30TH	**NOTES**	**Apr- Jun 2022** ₦	**Apr-Jun 2021** ₦	**Jan-Jun 2022** ₦	**Jan-Jun 2021** ₦
Revenue	18	699,194,431	445,681,976	1,369,940,825	786,271,198
Direct cost	19	548,552,704	302,467,807	1,030,069,330	544,348,096
Gross profit		**150,641,727**	**143,214,169**	**339,871,495**	**241,923,101**
Other Income		3,347,874	-	3,351,843	5,796,234
Administrative expenses	20	81,494,691	64,309,602	149,290,777	135,130,389
Other operating expenses	21	-	0		
Operating profit		**72,494,910**	**78,904,568**	**193,932,561**	**112,588,946**
Finance costs	22	3,853,475	1,658,752	5,463,904	3,000,128
Profit before taxation		**68,641,435**	**77,245,816**	**188,468,657**	**109,588,818**
Taxation	12	12,160,359	11,586,869	42,117,164	18,734,785
Other comprehensive income		-	-		
Exchange differences on translation of foreign oper		-	-		
Income tax effect		-	-		
Other comprehensive income for the quarter,net of		-	-		
Total comprehensive income for the quarter		**56,481,077**	**65,658,946**	**146,351,492**	**90,854,033**

GLOBAL SPECTRUM ENERGY SERVICES PLC
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30TH JUNE 2022

	Issued Share Capital	Retained Earnings	Deposit for Shares	Total Equity
	N'000	N'000		N'000
As at 1 January 2021	400,000	2,048,771	2,486,440	**4,935,211**
Changes in 2021				
Adjustment in Retained Earning	0	-2,553	0	**-2,553**
Profit for the Quarter	0	90,854	-	**90,854**
As at 30 Jun, 2021	**400,000**	**2,137,072**	**2,486,440**	**5,023,512**
Changes in 2022				
As at 1 January 2022	400,000	2,175,799	2,486,440	**5,062,239**
Adjustment in Retained Earning		-5		-5
Profit for the period		117,766	0	**117,766**
As at 30th Jun 2022	**400,000**	**2,293,560**	**2,486,440 0**	**5,180,000**

GLOBAL SPECTRUM ENERGY SERVICES PLC
STATEMENT OF CASHFLOW

PERIOD ENDED 30 JUNE 2022	**Jan - Jun 2022**	**Jan-Jun 2021**
	N'000	**N'000**
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before Taxation	188,469	109,589
Adjustment for:		
- Depreciation	48,034	47,763
	236,503	**157,352**
Changes in trade & Other receivables	-538,545	172,539
Changes in prepayments	-4,707	-4,256
Changes in other assets	-68,270	
Changes in Inventory	0	20,087
Changes in trade & Other payables	137,522	-184,597
	-474,000	**3,774**
Prior Yr PAYE tax paid/Income tax paid	0	10,478
Prior Yr Reserves Adjustment	28,588	88,132
NET CASH FLOWS FROM OPERATING ACTIVITIES	**-266,085**	**62,516**
CASHFLOWS FROM INVESTMENT ACTIVITIES		
Acquisition of property,plant and equipment	0	
WIP ADJUSTED		-27783
Proceeds from sale of property and equipment		-
NET CASH FLOWS FROM INVESTING ACTIVITIES	**0**	**-27,783**
CASHFLOWS FROM FINANCING ACTIVITIES		
Proceeds from Issue of Shares		0
Deposit for Shares		0
Loan	230,640	0
Dividend Paid		-
NET CASH FROM FINANCING ACTIVITIES	**230,640**	**0**
NET INCREASE IN CASH AND CASH EQUIVALENTS	**-35,445**	**34,733**
Cash and Cash Equivalents at beginning of quarter	605,870	325,227
Cash and Cash Equivalents at end of quarter	**570,425**	**359,960**

GLOBAL SPECTRUM ENERGY SERVICES PLC
NOTES TO THE ACCOUNTS
PERIOD ENDED 30TH JUNE 2022

1. PROPERTY,PLANT & EQUIPMENT

	LAND & BUILDING ₦	MARINE EQUIPMENT ₦	PLANT & MACH ₦	MOTOR VEHICLES ₦	WIP	FURNITURE & FITTINGS & OFFICE EQUIPMENT ₦	TOTAL
Cost							
Balance as at Jan 01, 2022	350,000,000	1,485,470,200	15,997,199	10,932,000	0	13,697,875	**1,876,097,274**
Additions						0	
Disposals							
Balance as at end of quarter	**350,000,000**	**1,485,470,200**	**15,997,199**	**10,932,000**	**0**	**13,697,875**	**1,876,097,274**
Depreciation and impairment losses							
Balance as at previous quarter	123,200,000	476,294,604	12,304,740	10,566,375	0	9,300,088	**631,665,807**
Depreciation for the quarter	4,375,000	18,568,391	444,860	121,875	0	506,844	**24,016,970**
impairment losses							
Disposals							
Balance as at end of quarter	**127,575,000**	**494,862,995**	**12,749,600**	**10,688,250**	**0**	**9,806,932**	**655,682,777**
							0
Carrying amounts							**0**
Balance as at end of quarter	**222,425,000**	**990,607,205**	**3,247,599**	**243,750**	**0**	**3,890,943**	**1,220,414,497**
Balance as at March 31, 2022	**226,800,000**	**1,009,175,596**	**3,692,459**	**365,625**	**0**	**4,397,787**	**1,244,431,467**

2. INTANGIBLE ASSETS

	GOODWILL ₦	PURCHASED SOFTWARE ₦	DEVELOPED SOFTWARE ₦
Cost			
Balance as at previous quarter		0	0
Acquisition			
Internal development			
Balance as at end of quarter		**0**	**0**
Depreciation and impairment losses			
Balance as at previous quarter		0	0
Amortization for the quarter			
impairment losses			
Balance as at end of quarter		**0**	**0**
Carrying amounts			
Balance as at end of quarter		**0**	**0**
Balance as at previous quarter		**0**	**0**

GLOBAL SPECTRUM ENERGY SERVICES PLC
NOTES TO THE ACCOUNTS
PERIOD ENDED 30TH

	Jun-22	Dec-21
	N	₦
3. INVENTORY		
Sundries	0	0
	0	**0**
4. TRADE RECEIVABLES		
Trade Receivables	1,387,031,985	825,859,582
Associated Companies		
	1,387,031,985	**825,859,582**
5. OTHER RECEIVABLES		
Other Receivables	374,430,499	397,258,000
Staff loan & Advances	5,321,200	5,121,200
	379,751,699	**402,379,200**
6. PREPAYMENTS		
Prepayment	6,874,113	
Prepaid - Rent	1,250,000	3,416,667
	8,124,112	**3,416,667**
7. BANK AND CASH BALANCES		
Access Bank Plc	861,272	861,272
United Bank for Africa Plc	608,421	608,421
Fidelity Bank Plc	15,422,050	334,203,617
Zenith Bank Plc	118,469,040	46,048,337
POLARIS BANK	175,514,455	156,013,424
Sterling Bank	240,315,179	64,748,760
Cash at hand	19,234,705	3,388,709
	570,425,122	**605,872,540**
8. OTHER ASSETS		
Quoted and Unquoted Investment		
Withholding Tax Receivables	318,475,666	250,206,126
	318,475,666	**250,206,126**
9. BORROWINGS		
Bank loan	**230,640,317.25**	**0**
10. TRADE PAYABLES		
Trade Payables	694,734,083	550,016,653
		550,016,653

GLOBAL SPECTRUM ENERGY SERVICES PLC
NOTES TO THE ACCOUNTS
PERIOD ENEDED 30TH

	Jun-22	Dec-21
	₦	₦
11. OTHER PAYABLES		
Other Payables	12,878,553	15,949,355
Accruals	5,305,046	9,429,646
	18,183,599	**25,379,000**
12.TAX PAYABLE		
Balance as at previous quarter	121,592,944	95,984,644
Prior year tax provision		0
Charge for the Quarter	12,160,359	91,298,495
WHT Utilized during the Quarter	0	
Paid during the quarter	0	-95,647,000
Balance as at end of quarter	**133,753,303**	**91,636,139**
Tax Expense		
Company Income tax	-	84,155,824
Education tax	-	7,142,671
	0	**91,298,495**
13. DEFERRED TAX		
Balance brought forward	141,066,000	98,323,000
(Write back)/charged for the year		42,743,000
Asset/Liabilty carried forward	**141,066,000**	**141,066,000**
14. DEPOSIT FOR SHARES		
As at previous quarter	2,486,440,000	2,486,440,000
Transactions within the quarter		
Balance as at end of quarter	**2,486,440,000**	**2,486,440,000**
15.SHARE CAPITAL		
Authorised and fully issued share capital		
800,000,000 ordinary shares of 50k each	400,000,000	400,000,000
	400,000,000	**400,000,000**
16.RETAINED EARNINGS		
Balance as at previous quarter	2,237,079,702	2,048,770,509
Profit and loss	56,481,077	127,024,000
Prior year Adjustment		0
Balance as at end of quarter	**2,293,560,778**	**2,175,794,509**
17.OTHER RESERVES		
Revaluation reserves	0	0
General reserves		
	0	**0**

GLOBAL SPECTRUM ENERGY SERVICES PLC
NOTES TO THE ACCOUNTS
PERIOD ENDED 30TH

	Jun-22	Jun-21
	₦	₦
18. REVENUE		
Revenue from services	699,194,431	439,885,742
Other Income	3,347,874	5,796,234
	702,542,305	**445,681,976**
19. DIRECT COST		
Direct Labour	32,207,000.00	20,874,700
Vessel Expenses	51,142,306.63	23,383,513
Berthing Expenses	-	
Overheads	18,568,391.00	18,568,391
Vessel and Boat Hiring	429,409,408.51	230,281,254
Carbotage Surcharge & Development Levy	17,225,597.55	9,359,969
	548,552,704	**302,467,807**
20. ADMINISTRATIVE EXPENSES		
Directors Remuneration	-	-
Salaries and Wages	29,502,007.25	19,527,674
Transport and Travelling	3,134,300.00	2,139,665
Rent and Rates	1,459,167.00	750,000
Electricity and water	2,274,650.00	2,428,100
Stationeries	727,200.00	684,090
Motor Running Expenses	1,550,400.00	865,700
Repairs and Maintenance	1,384,400.00	3,813,050
Office and General Expenses	1,522,110.00	3,269,543
Telephone ,Internet and Postages	489,000.00	644,100
Security expenses	4,941,890.00	4,215,200
Staff Training and Development	-	-
Insurance and Hse	-	348,300
Medical Expenses	46,250.00	236,000
Regulatory and Annual filing expenses	8,864,370.00	528,000
Business Development Expenses	15,674,964.98	9,343,070
Depreciation	5,448,578.95	5,313,122
Legal and Professional charges	156,000.00	-
Other professional Charges	2,400,000.00	5,265,000
Governance & Compliances	1,919,403.00	4,938,987
CSR	-	-
	81,494,691	**64,309,602**

GLOBAL SPECTRUM ENERGY SERVICES PLC
NOTES TO THE ACCOUNTS
PERIOD ENDED 30TH

	Jun-22	Jun-21
	₦	₦
21. OTHER OPERATING EXPENSES		
other operating expenses	0	0
	0	**0**
22. FINANCE COST		
Bank charges	3,853,475	1,658,752
Excahnge Loss		
	3,853,475	**1,658,752**

23. INVESTMENT PROPERTY

As at January 1	2,514,155,000	2,486,342,000
Revaluation Surplus	-	-
Balance as at June 30	**2,514,155,000**	**2,486,342,000**

The company uses fair value model in accounting for investment property.
The properties were revalued by Diya Fatimilehin& Co. on May 30,2017.

Investment property is remeasured at fair value, which 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. [IAS 40.5] Gains or losses arising from changes in the fair value of investment property must be included in net profit or loss for the period in which it arises.

24. SECURITIES TRADING POLICY (DECLARATION)

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares of the Rules of Nigerian Exchange Limited (Issuers' Rules), Global Spectrum Energy Services Plc maintains a Security Trading Policy which guides 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 insiders and is not aware of any infringement of the policy during the period under review.