

**GLOBAL SPECTRUM ENERGY SERVICES PLC.**

**3RD QUARTER REPORT**

**FOR**

**THE PERIOD ENDED 30TH SEPTEMBER, 2023**



**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**

	<b><u>NOTES</u></b>	<b>Jul-Sep 2023</b>	<b>Jan-Dec 2022</b>
		<b>N</b>	<b>N</b>
<b><u>Assets</u></b>			
<b><u>NON CURRENT ASSETS</u></b>			
Property, Plant and Equipment	1	1,100,329,667	1,172,385,808
Investment Property	23	2,514,155,000	2,514,155,000
<b><u>CURRENT ASSETS</u></b>			
Bank and cash balances	7	1,935,152,229	1,438,816,890
Intangible Assets	2		0
Inventory	3	0	0
Trade Receivables	4	1,508,053,340	991,927,080
Other Receivables	5	284,684,330	350,362,836
Prepayments	6	7,500,000	7,500,000
Other Assets	8	550,094,914	412,007,795
<b>Total Assets (A)</b>		<b><u>7,899,969,480</u></b>	<b><u>6,887,155,409</u></b>
<b><u>LONG-TERM LIABILITIES</u></b>			
Borrowings	9	0	0
Trade payables	10	1,339,713,112	1,073,605,451
Other Payables	11	94,135,852	31,639,840
Tax payable	12	262,674,182	217,322,360
Deferred Tax	13	141,066,000	141,066,000
<b>Total Liabilities (B)</b>		<b><u>1,837,589,146</u></b>	<b><u>1,463,633,651</u></b>
<b>Net Assets (A-B)</b>		<b><u>6,062,380,334</u></b>	<b><u>5,423,521,758</u></b>
<b><u>Equity</u></b>			
Share Capital	15	400,000,000	400,000,000
Deposit for Shares	14	2,486,440,000	2,486,440,000
Retained earnings	16	3,175,940,333	2,537,081,758
Revaluation Reserves	17	0	0
<b>Total Equity</b>		<b><u>6,062,380,334</u></b>	<b><u>5,423,521,758</u></b>



**AKINDELE WASIU** FRC/2018/ICAN/00000018056

**Managing Director**



**CLEMENT AKANIBO** FRC/2014/ICAN/00000008266

**Director**



**ONUOHA MICHAEL** FRC/2023/PRO/ICAN/001/680129

**Chief Financial Officer**

**GLOBAL SPECTRUM ENERGY SERVICES PLC**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**PERIOD ENDED 30TH**

	<b><u>NOTES</u></b>	<b>Jul- Sep 2023</b>	<b>Jul- Sep 2022</b>
		<b>N</b>	<b>N</b>
<b>Revenue</b>	18	1,001,538,825	851,167,460
Direct cost	19	826,871,059	684,907,544
<b>Gross profit</b>		<b>174,667,766</b>	<b>166,259,916</b>
Other Income		13,202,972	5,452
Administrative expenses	20	84,925,600	90,072,198
Other operating expense:	21	-	
<b>Operating profit</b>		<b>102,945,138</b>	<b>76,193,170</b>
Finance costs	22	12,175,026	10,377,315
<b>Profit before taxation</b>		<b>90,770,112</b>	<b>65,815,855</b>
Taxation	12	22,692,528	11,453,964
Other comprehensive income		-	-
Exchange differences on translation of foreign oper		-	-
Income tax effect		-	-
Other comprehensive income for the quarter, net of		-	-
<b>Total comprehensive income for the quarter</b>		<b>68,077,584</b>	<b>54,361,891</b>

**GLOBAL SPECTRUM ENERGY SERVICES PLC**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED 30TH SEPTEMBER 2023**

	<b>Issued Share Capital</b>	<b>Retained Earnings</b>	<b>Deposit for Shares</b>	<b>Total Equity</b>
	<b>N'000</b>	<b>N'000</b>		<b>N'000</b>
<b>As at 1 January 2022</b>	400,000	2,175,599	2,486,440	<b>4,935,211</b>
<b><u>Changes in 2022</u></b>				
Adjustment in Retained Earning	0	0	0	0
Profit for the Quarter	0	54,361	-	<b>54,361</b>
<b>As at 30 Sep, 2022</b>	<b>400,000</b>	<b>2,229,960</b>	<b>2,486,440</b>	<b>4,989,572</b>
<b><u>Changes in 2023</u></b>				
<b>As at 1 January 2023</b>	400,000	2,708,628	2,486,440	<b>5,507,061</b>
Adjustment in Retained Earning		120,052		-6
Profit for the period		347,260	0	<b>435,267</b>
<b>As at 30th Sep 2023</b>	<b>400,000</b>	<b>3,175,940</b>	<b>2,486,440</b>	<b>5,942,322</b>

**GLOBAL SPECTRUM ENERGY SERVICES PLC**  
**STATEMENT OF CASHFLOW**

**PERIOD ENDED 30 SEPTEMBER 2023**

**Jan - Sep 2023**

**Jan-Sep 2022**

N'000

N'000

**CASH FLOWS FROM OPERATING ACTIVITIES**

Profit before Taxation	279,239	254,285
Adjustment for:		
- Depreciation	72,051	72,050

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	<b>351,290</b>	<b>326,335</b>
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Changes in trade & Other receivables	-450,448	-654,050
Changes in prepayments	0	-520
Changes in other assets	-138,087	-110828
Changes in Inventory	0	0
Changes in trade & Other payables	328,604	385,037

	<b>-259,931</b>	<b>-380,361</b>
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Prior Yr PAYE tax paid/Income tax paid	0	8,928
Prior Yr Reserves Adjustment	-299,969	28,588

<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>391,327</b>	<b>-91,542</b>
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**CASHFLOWS FROM INVESTMENT ACTIVITIES**

Acquisition of property,plant and equipment	0	0
WIP ADJUSTED		0
Proceeds from sale of property and equipment		-

<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>	<b>0</b>	<b>0</b>
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**CASHFLOWS FROM FINANCING ACTIVITIES**

Proceeds from Issue of Shares		0
Deposit for Shares		0
Loan	0	79800
Dividend Paid		-

<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>0</b>	<b>79,800</b>
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**NET INCREASE IN CASH AND CASH EQUIVALENTS**

	<b>391,327</b>	<b>-11,742</b>
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Cash and Cash Equivalents at beginning of quarter	<u>1,543,825</u>	<u>605,870</u>
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<b>Cash and Cash Equivalents at end of quarter</b>	<b><u>1,935,152</u></b>	<b><u>594,128</u></b>
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**GLOBAL SPECTRUM ENERGY SERVICES PLC**  
**NOTES TO THE ACCOUNTS**  
**PERIOD ENDED 30TH SEPTEMBER 2023**  
**1. PROPERTY, PLANT & EQUIPMENT**

	LAND & BUILDING N	MARINE EQUIPMENT N	PLANT & MACH N	MOTOR VEHICLES N	WIP	FURNITURE & FITTINGS & OFFICE EQUIPMENT N	TOTAL
<b>Cost</b>							
Balance as at Jan 01, 2023	350,000,000	1,485,470,200	15,997,199	10,932,000	0	13,697,875	<b>1,876,097,274</b>
Additions						0	
Disposals							
<b>Balance as at end of quarter</b>	<b>350,000,000</b>	<b>1,485,470,200</b>	<b>15,997,199</b>	<b>10,932,000</b>	<b>0</b>	<b>13,697,875</b>	<b>1,876,097,274</b>
<b>Depreciation and impairment losses</b>							
Balance as at previous quarter	145,075,000	569,136,539	14,529,040	11,175,750	0	11,834,308	<b>751,750,637</b>
Depreciation for the quarter	4,375,000	18,568,391	444,860	121,875	0	506,844	<b>24,016,970</b>
impairment losses							
Disposals							
<b>Balance as at end of quarter</b>	<b>149,450,000</b>	<b>587,704,930</b>	<b>14,973,900</b>	<b>11,297,625</b>	<b>0</b>	<b>12,341,152</b>	<b>775,767,607</b>
<b>Carrying amounts</b>							
Balance as at end of quarter	<u>200,550,000</u>	<u>897,765,270</u>	<u>1,023,299</u>	<u>-365,625</u>	<u>0</u>	<u>1,356,723</u>	<u>1,100,329,667</u>
<b>Balance as at SEPT 30, 2023</b>	<u>204,925,000</u>	<u>916,333,661</u>	<u>1,468,159</u>	<u>-243,750</u>	<u>0</u>	<u>1,863,567</u>	<u>1,124,346,637</u>

**2. INTANGIBLE ASSETS**

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

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

	<u>Sep-23</u>	<u>Dec-22</u>
	<u>N</u>	<u>N</u>
<b>3. INVENTORY</b>		
Sundries	<u>0</u>	<u>0</u>
	<b>0</b>	<b>0</b>
<b>4. TRADE RECEIVABLES</b>		
Trade Receivables	1,508,053,340	991,927,080
Associated Companies		
	<b><u>1,508,053,340</u></b>	<b><u>991,927,080</u></b>
<b>5. OTHER RECEIVABLES</b>		
Other Receivables	269,413,130	335,091,636
Staff loan & Advances	15,271,200	<u>15,271,200</u>
	<b><u>284,684,330</u></b>	<b><u>350,362,836</u></b>
<b>6. PREPAYMENTS</b>		
Prepayment	3,000,000	
Prepaid - Rent	4,500,000	<u>7,500,000</u>
	<b><u>7,500,000</u></b>	<b><u>7,500,000</u></b>
<b>7. BANK AND CASH BALANCES</b>		
Access Bank Plc	861,272	861,272
United Bank for Africa Plc	608,421	608,421
Fidelity Bank Plc	7,405,141	624,269
Zenith Bank Plc	644,847,551	430,608,156
POLARIS BANK	140,867,413	420,640,703
Sterling Bank	1,089,090,249	530,174,768
Cash at hand	51,472,182	<u>55,299,301</u>
	<b><u>1,935,152,229</u></b>	<b><u>1,438,816,890</u></b>
<b>8. OTHER ASSETS</b>		
Quoted and Unquoted Investment		
Withholding Tax Receivables	550,094,914	<u>412,007,795</u>
	<b><u>550,094,914</u></b>	<b><u>412,007,795</u></b>
<b>9. BORROWINGS</b>		
Bank loan	<b>0.00</b>	<b><u>0</u></b>
<b>10. TRADE PAYABLES</b>		
Trade Payables	<u>1,339,713,112</u>	<u>1,073,605,451</u>
	<b><u>1,339,713,112</u></b>	<b><u>1,073,605,451</u></b>



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

	<u>Sep-23</u>	<u>Dec-22</u>
	<u>N</u>	<u>N</u>
<b>11. OTHER PAYABLES</b>		
Other Payables	60,205,425	21,730,412
Accruals	33,930,428	9,879,446
	<b><u>94,135,852</u></b>	<b><u>31,609,858</u></b>
<b>12. TAX PAYABLE</b>		
Balance as at previous quarter	239,981,654	136,278,906
Prior year tax provision		0
Charge for the Quarter	22,692,528	81,043,454
WHT Utilized during the Quarter	0	
Paid during the quarter	0	<u>0</u>
Balance as at end of quarter	<b><u>262,674,182</u></b>	<b><u>217,322,360</u></b>
<b>Tax Expense</b>		
Company Income tax	-	0
Education tax	-	<u>0</u>
	<b><u>0</u></b>	<b><u>0</u></b>
<b>13. DEFERRED TAX</b>		
Balance brought forward	141,066,000	141,066,000
(Write back)/charged for the year		0
Asset/Liability carried forward	<b><u>141,066,000</u></b>	<b><u>141,066,000</u></b>
<b>14. DEPOSIT FOR SHARES</b>		
As at previous quarter	<u>2,486,440,000</u>	<u>2,486,440,000</u>
Transactions within the quarter		
Balance as at end of quarter	<b><u>2,486,440,000</u></b>	<b><u>2,486,440,000</u></b>
<b>15. SHARE CAPITAL</b>		
Authorised and fully issued share capital		
800,000,000 ordinary shares of 50k each	<u>400,000,000</u>	<u>400,000,000</u>
	<b><u>400,000,000</u></b>	<b><u>400,000,000</u></b>
<b>16. RETAINED EARNINGS</b>		
Balance as at previous quarter	2,987,805,034	2,347,922,670
Profit and loss	68,077,584	189,159,091
Prior year Adjustment	120,057,715	0
Balance as at end of quarter	<b><u>3,175,940,333</u></b>	<b><u>2,537,081,761</u></b>
<b>17. OTHER RESERVES</b>		
Revaluation reserves	0	0
General reserves	<b><u>0</u></b>	<b><u>0</u></b>

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

	<u>Sep-23</u>	<u>Sep-22</u>
	<u>N</u>	<u>N</u>
<b>18. REVENUE</b>		
Revenue from services	1,001,538,825	851,167,460
Other Income	13,202,971.93	<u>5,452</u>
	<b><u>1,014,741,797</u></b>	<b><u>851,172,913</u></b>
<b>19. DIRECT COST</b>		
Direct Labour	22,739,000.00	33,700,000
Vessel Expenses	91,603,503.53	101,186,111
Berthing Expenses	-	-
Overheads	18,568,391.00	18,568,391
Vessel and Boat Hiring	664,106,060.46	505,918,014
Carbotage Surcharge & Development Levy	29,854,103.62	<u>25,535,028</u>
	<b><u>826,871,059</u></b>	<b><u>684,907,524</u></b>
<b>20. ADMINISTRATIVE EXPENSES</b>		
Directors Remuneration	-	
Salaries and Wages	48,005,320.89	30,374,430
Transport and Travelling	3,553,649.89	8,120,228
Rent and Rates	164,200.00	941,500
Electricity and water	521,200.00	1,613,250
Stationeries	99,300.00	1,008,890
Motor Running Expenses	805,200.00	1,118,200
Repairs and Maintenance	1,616,100.00	3,863,008
Office and General Expenses	1,296,845.00	2,034,760
Telephone ,Internet and Postages	495,500.00	904,840
Security expenses	4,400,912.50	2,310,500
Staff Training and Development	-	-
Insurance and Hse	4,120,000.00	2,743,751
Medical Expenses	1,392,000.00	150,000
Regulatory and Annual filing expenses	-	12,820,248
Business Development Expenses	7,418,796.00	8,494,448
Depreciation	5,448,578.95	5,448,579
Legal and Professional charges	-	1,058,000
Other professional Charges	5,037,996.85	800,000
Governance & Compliances	550,000.00	6,267,567
CSR	-	-
	<b><u>84,925,600</u></b>	<b><u>90,072,198</u></b>

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

	<u>Sep-23</u>	<u>Sep-22</u>
	<u>N</u>	<u>N</u>
<b>21. OTHER OPERATING EXPENSES</b>		
other operating expenses	0	0
	<u>0</u>	<u>0</u>
<b>22. FINANCE COST</b>		
Bank charges	12,175,026	10,377,315
Exchange Loss		
	<u>12,175,026</u>	<u>10,377,315</u>
<b>23. INVESTMENT PROPERTY</b>		
As at January 1	2,514,155,000	2,514,155,000
Revaluation Surplus	-	-
Balance as at Sep 30	<u>2,514,155,000</u>	<u>2,514,155,000</u>

**The company uses fair value model in accounting for investment property.**

**The properties were revalued by Diya Fatimilehin& Co. on March 15,2022.**

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 Rule 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.

