



NCR Nigeria Plc

**SECOND QUARTER UNAUDITED CONDENSED FINANCIAL STATEMENTS
30 JUNE 2024**

NCR (NIGERIA) PLC
 PERIOD ENDED 30 JUNE 2024



UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	30/06/2024 N'000	30/06/2023 N'000	Apr-June 2024 N'000	Apr-June 2023 N'000
Revenue from contracts with customers	3	790,927	1,892,247	333,275	1,433,396.63
Cost of Sales	3.2	(821,056)	(2,581,529)	(397,937)	(2,195,079)
Gross profit		(30,129)	(689,282)	(64,661)	(761,682)
Other income	4	99,880	6,111	91,997	(64,672.37)
Distribution Expenses	12	(28,899)	(21,211)	(15,221)	(14,210.32)
Administrative Expense	13	(1,441,056)	(695,844)	(982,666)	(661,596.78)
		(1,400,204)	(1,400,225)	(970,552)	(1,502,162)
Profit/ (Loss) before Tax		(1,400,204)	(1,400,225)	(970,552)	(1,502,162)
Income Tax Expense		-	-	-	-
Profit/ (Loss) after Tax		(1,400,204)	(1,400,225)	(970,552)	(1,502,162)
Other Comprehensive Income					
Items that will not be reclassified subsequently to profit or loss:					
Actuarial loss on retirement benefit; net of tax		-	-	-	-
Other Comprehensive Loss for the Year, net of Tax		-	-	-	-
Total Comprehensive Income for the Year, net of Tax		(1,400,204)	(1,400,225)	(970,552)	(1,502,162)
<u>Earnings per share data:</u>					
Basic/ diluted earnings/ (loss) per share (Naira)		(12.96)	(12.97)	(8.99)	(13.91)

UNAUDITED STATEMENT OF FINANCIAL POSITION

			30/06/2024	31/12/2023
	Note	USD	N'000	N'000
ASSETS				
Non-current assets				
Property, plant and equipment	14		43,915	51,489
Retirement benefit assets			53,036	53,036
Deferred Tax Assets				-
Total non-current assets			96,952	104,525
Current assets				
Inventories	5		265,482	260,897
Trade and other receivables	6		3,759,486	3,847,193
Prepayments	7		65,165	4,252
Cash and Cash equivalents	8		570,058	1,243,371
Current Tax Receivable				
Total current assets			4,660,190	5,355,713
Total assets			4,757,141	5,460,238
Equity and Liabilities				
Share capital			54,000	54,000
Retained loss			(3,952,003)	(2,551,799)
Other reserves			(107,352)	(107,352)
Total equity			(4,005,355)	(2,605,151)
Non-current liabilities				
Trade and other payables			2,583,097	2,583,097
Deferred Tax Liability				-
Total non-current liabilities			2,583,097	2,583,097
Current liabilities				
Trade and other payables	9		6,038,341	5,180,498
Contract Liability	11		141,059	282,517
Current Tax Liability	10		-	19,276
Total current liabilities			6,179,400	5,482,291
Total liabilities			8,762,497	8,065,388
Total Equities and Liabilities			4,757,141	5,460,237

Approved by the Directors on 24th July 2024 and signed on its behalf by:



Otunba Adekunle Ojora OFR, CON, FNIM, JP
Chairman
FRC/2013/PRO/DIR/003/00000002581



Mr Chuwueke Onyekachi Caleb
Finance Controller
FRC/2015/PRO/ICAN/001/00000013361

NCR (NIGERIA) PLC
**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2024**

Equity attributable to equity holders of the Company

	Share Capital	Retained Earnings	Other Reserves	Total Equity
	N'000	N'000	N'000	N'000
Balance at 1 January 2024	54,000	(107,352)	(107,352)	(160,704)
Total comprehensive income for the period	-	(1,400,204)		(1,400,204)
Issue of				
Dividends				
Transfer for				
Balance at 30 June 2024	<u>54,000</u>	<u>(1,507,556)</u>	<u>(107,352)</u>	<u>(1,560,908)</u>

	Share Capital	Retained Earnings	Other Reserves	Total Equity
	N'000	N'000	N'000	N'000
Balance at 1 January 2023	54,000	(1,812,902)	(86,260)	(1,845,162)
Loss for the year		(738,897)		(738,897)
Other comprehensive loss for the year, net of tax			(21,092)	(21,092)
Total comprehensive loss for the year, net of tax		<u>(738,897)</u>	<u>(21,092)</u>	<u>(759,989)</u>
Balance at 31 December 2023	<u>54,000</u>	<u>(2,551,799)</u>	<u>(107,352)</u>	<u>(2,605,151)</u>

NCR (NIGERIA) PLC



UNAUDITED STATEMENT OF CASH FLOW AS AT 30 JUNE 2024

	2024	2023
	N'000	N'000
Cash Flows From Operating Activities		
Profit /(Loss) before tax	(1,400,204)	(719,620)
Adjustments:		
Depreciation	7,573	13,045
Exchange Loss/(gain)	1,359,627	1,517,466
Changes in defined benefit plan		(24,899)
Interest income(gain)	(29,138)	(28,497)
Allowance and impairment loss	-	-
Operating Profit Before working capital changes	(62,141)	757,495
Working Capital Changes:		
Changes in prepayment	(60,913)	326,696
Changes in inventory	(4,585)	111,923
Changes in trade and other receivables	87,707	(539,602)
Changes in trade and other payables	857,843	1,887,571
changes in contract liabilities	(141,458)	19,654
Changes in provision	-	-
	676,453	2,563,737
Tax paid	(19,276)	(16,358)
Net Cash Flows from Operating Activities	657,177	2,547,379
Cash Flows from Investing Activities		
Acquisition of PPE	-	(42,272)
Interest income	29,138	28,497
Net Cash flows from Investing activities	29,138	(13,775)
Cash Flows from Financing activities:		
Interest expenses	-	-
Net Cash flows from Financing activities	-	-
Net Cash flows for the period	686,315	2,533,604
Cash and Cash equivalents as at 1 January 2024	1,243,370	227,233
Effects of exchange differences	(1,359,627)	(1,517,466)
Cash and Cash equivalents as at end of period	570,058	1,243,370

1.1 Revenue from contracts with customers

The Company is in the business of providing technology and services that help businesses connect, interact and transact with their customers. It provides innovative products which include, ATM (Automated Teller Machines), Retail Point of Sales terminals, Self Service Kiosks, Self-check-in/out systems and sale of computer consumables. These contracts are divided into three revenue streams namely:

- Financial Service Group - Revenue is derived from sale of equipment and other hardware devices such as ATMs
- World Customer Services- Revenue is derived from provision of hardware and software maintenance services.

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Group has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods or services before transferring them to the customer.

The Company has applied IFRS 15 practical expedient to a portfolio of contracts (or performance obligations) with similar characteristics since the Company reasonably expect that the accounting result will not be materially different from the result of applying the standard to the individual contracts. The Company has been able to take a reasonable approach to determine the portfolios that would be representative of its types of customers and business lines. This has been used to categorised the different revenue stream detailed below.

Sale of equipment and other hardware devices

Revenue from sale of equipment and other hardware devices are recognised at the point in time when control of the asset is transferred to the customer, generally on delivery of the equipment/devices. The normal credit term is 30 to 90 days upon delivery.

The Company considers whether there are other promises in the contract that are separate performance obligations to which a portion of the transaction price needs to be allocated (e.g., warranties). In determining the transaction price for the sale of hardware, the Company considers the effects of variable consideration, the existence of significant financing components, noncash consideration, and consideration payable to the customer (if any).

1.2 Cost of sales

The cost of sales include purchase cost of merchandise and directly attributable overheads.

1.3 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Area Controllers.

1.4 Dividend income from investment

Dividend income from investment is recognised when the shareholder's right to receive payment has been established (provided that it is probable that economic benefits will flow to the company and the amount of income can be measured reliably).

1.5 Foreign currencies

The financial statements of NCR Nigeria Plc are presented in Naira, which is the company's functional currency. In preparing the financial statements, transactions in currencies other than the company's functional currency (foreign currencies) are recorded at the rates of exchange prevailing on the dates of the transactions.

foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Any resulting exchange differences are included in the statement of profit or loss and other comprehensive income, except for differences on available-for-sale non-monetary financial assets, which are included in the available-for-sale reserve in other comprehensive income.

Non-monetary items measured in terms of historical cost that are denominated in foreign currencies are translated using the exchange rate at the date of the transaction.

Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

1.6 Taxation

The tax expense represents the sum of the tax currently payable.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the statement of profit or loss and other comprehensive income because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax

Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is charged or credited in profit or loss, except when it relates to items charged or credited in other comprehensive income, in which case the deferred tax is also dealt with in other comprehensive income.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

1.7 Earnings per share

Earnings per share are calculated by dividing loss/profit for the year by the number of ordinary shares outstanding during the period. Diluted earnings per share are calculated by dividing profit for the year by the fully-diluted number of ordinary shares outstanding during the period.

1.8 Property plant and equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and any impairment losses.

Properties in the course of construction for production, supply or administrative purposes, or for purposes not yet determined, are carried at cost, less any recognized impairment loss. Cost includes professional fees and, for qualifying assets, borrowing costs capitalized in accordance with the company's accounting policy. Depreciation is not charged on these assets until the assets are available for their intended use.

Depreciation is charged to profit or loss using the straight-line method so as to write off the cost to their residual values over their estimated useful lives on the following bases:

Class of assets	Estimated useful lives(years)
Furniture and fittings	5
Computers	4
Plant Machinery and equipment	5

Land is not depreciated. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amounts.

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

Expenses on repairs and maintenance for instance day to day service cost and ongoing maintenance cost are recognized in profit or loss immediately. Major repairs and overhaul costs are capitalized if it will result in future economic benefits.

1.9 Inventories

Inventory is stated at the lower of cost and net realizable value using the First-In-First-Out (FIFO) Method. Net realizable value represents the estimated selling price for inventories less estimated cost to make the sale. Write down of inventory risk is undertaken to an appropriate and adequate extent.

1.10 Trade and other receivables

Trade receivables are carried at amortised cost less allowance for impairment losses.

Invoices are due for payment as soon as they are raised except when customers are pre-billed or allowed an extended credit period. No interest is charged on the overdue receivables. The company has recognised a provision for expected credit loss of 100% against all receivables over 360 days because historical experience has been that receivables that are past due beyond 360 days are not likely to be recoverable. When trade receivable, or the oldest portion of an installment or sales receivable, has been due for 450 days (15 months); it is assumed to be uncollectible and the entire receivable is written off.

Before accepting any new customer, the Company uses an internal credit scoring system to assess the potential customer's credit quality and defines credit limits by customer. Credit limits are reviewed periodically by the Financial Controller.

Provision for expected credit losses

Provisions are made for credit losses on all receivables in order to reduce the Company's financial exposure to any losses on bad debts. There are no trade receivables which are past due at the reporting date against which an allowance has not been made. Allowance for credit losses are reversed if all amounts are recovered. The impairment recognized represents the difference between the carrying amount of these trade receivables and the amounts that are deemed recoverable by the Company. The company does not hold any collateral or other credit enhancements over these balances nor does it have a legal right of offset against any amounts owed by the Company to the counterparty.

In determining the recoverability of a trade receivable, the Company considers any change in the credit quality of the trade receivable from the date credit was initially granted up to the reporting date.

NOTES TO THE UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS
For the period ended 30 JUNE 2024

2.1 Legal Form

NCR (Nigeria) Plc is incorporated in Nigeria under the companies and Allied Matters Act CAP C20 Laws of the federation of Nigeria, 2004 as a public Limited Liability company , and is domiciled in Nigeria.

2.2 Principal Activities

NCR (Nigeria) Plc provides technology and services that help business connect, interact and transact with their customers. The company is a technology company that provides innovative products and services to help business build stronger relationships with their customers, through our presence at customer interaction points such as Automated Teller Machines (ATM), Interactive Teller Machine (ITM), Retail Point of Sales (POS), Workstations, Self Service Kiosk, Self check-in/out systems and DVD Kiosks.

2.3 Compliance with applicable Law and IFRS

The condensed financial statements have been prepared in accordance with International Accounting Standards 34 (IAS34) and do not include all of the information required for full annual financial statements.

These are the companies IFRS condensed interim financial statements for the period .

2.4 Composition of financial statements

The financial statements are drawn up in naira, the functional currency of NCR Nigeria Plc, and in accordance with IFRS accounting presentation. The financial statements comprise:

- a) a condensed statement of financial position;
- b) a condensed statement or condensed statements of profit or loss and other comprehensive income;
- c) a condensed statement of changes in equity;
- d) selected explanatory notes.

NOTES TO THE UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS
For the period ended 30 June 2024

	2024 N'000	2023 N'000
3.1.1 Revenue		
Financial Service group	161,548	1,302,705
World Customer Services	629,379	589,542
	790,927	1,892,247

3.1.2 Disaggregated revenue information

June 30, 2024			
Goods or Services	Financial service group	World customer services	Total
	N'000	N'000	N'000
Sale of equipment	-		-
Sale of software	1,167		1,167
PS Consulting	160,381		160,381
Installation/Implementation Services	-		-
Maintenance/ Support Services		629,379	629,379
Total Revenue From Contracts	161,548	629,379	790,927

June 30, 2023			
Goods or Services	Financial service group	World customer services	Total
	N'000	N'000	N'000
Sale of equipment	1,075,562		1,075,562
Sale of software	88,554		88,554
PS Consulting	58,372		58,372
Installation/implementation Services	80,217		80,217
Maintenance/ Support Services		589,542	589,542
Total Revenue From Contracts	1,302,705	589,542	1,892,247

	2024 N'000	2023 N'000
3.2 Cost of Sales		
Allowance for slow moving inventories	-	-
Depreciation	7,573	6,082
Direct Cost	315,705	2,065,545
Salaries and Wages	497,778	509,901
	821,056	2,581,529

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the period ended 30 JUNE 2024

4 Other Income

	30/06/2024	30/06/2023
	N'000	N'000
Other Income	70,742	-
Interest Income	29,138	6,111
Provision no longer required	-	-
Debt Forgiveness	-	-
	99,880	6,111

5 Inventories

	30/06/2024	31/12/2023
	N'000	N'000
Finished Equipment	-	-
Service Parts (Reworkable)	439,347	466,523
Service Parts (Non-Reworkable)	34,286	49,945
	473,633	516,468

5a Allowance for slow moving inventory

Service parts (reworkable)	(183,936)	(230,634)
Service parts (non-reworkable)	(24,215)	(24,938)
Finished Equipment	-	-
	(208,151)	(255,572)

6 Trade and Other Receivables

	30/06/2024	31/12/2023
	N'000	N'000
Trade Receivables	487,651	540,763
Withholding Tax Receivables	1,977,059	1,136,708
Due from Related Parties	1,074,679	1,947,495
VAT Recoverable	220,097	222,228
	3,759,486	3,847,194

7 PREPAYMENTS

	30/06/2024	31/12/2023
	N'000	N'000
Rent prepaid	-	-
Other prepaid expenses	6,357	2,002
Insurance prepaid	58,807	2,250
	65,165	4,252

8 CASH AND CASH EQUIVALENTS

	30/06/2024	31/12/2023
	N'000	N'000
Cash at hand	610	266
Cash at bank	319,448	644,142
Cash in Transit	-	3,064
Short term deposits	250,000	595,900
Cash and Short term deposits	570,058	1,243,372

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the period ended 30 June 2024

9 Trade and Other Payables (Current Liab.)

	30/06/2024	31/12/2023
	N'000	N'000
Trade Payables	59,450	86,661
Accruals and other payables	62,877	21,473
Audit Fee Payable	5,250	10,000
Payable to related Party	5,686,152	4,683,669
Unclaimed Dividend	97,224	96,114
Tax Provisions	127,387	281,989
VAT Payable	-	592
	6,038,341	5,180,498

10 Current Tax Liabilities (Current Liab.)

	30/06/2024	31/12/2023
	N'000	N'000
CIT	-	14,817
EDT	-	4,459
	-	19,276

11 Other Liabilities (Current Liab.)

	30/06/2024	31/12/2023
	N'000	N'000
Deferred Income	36,695	85,657
Deposit by Customers	104,364	195,669
Warranty	-	1,192
	141,059	282,518

	30/06/2024	30/06/2023
	N'000	N'000
12 <u>DISTRIBUTION EXPENSES</u>		
Consulting & Advisory	16,253	11,745
Bank charges	2,766	1,618
Office supplies/Security	4,439	2,321
Travelling & accomodation	3,657	4,132
Rent & Rates/Repairs	1,784	1,394
	28,899	21,211

	30/06/2024	30/06/2023
	N'000	N'000
13 <u>ADMINISTRATIVE EXPENSES</u>		
Credit Losses	55,943	-
Audit expenses	5,547	4,031
Consulting/ Advisory/legal fees	2,642	2,166
Exchange loss	1,359,627	673,911
Insurance	2,008	1,128
General office expense	15,288	13,957
	1,441,056	695,193

**NCR ATLEOS****FURNITURES &
FITTINGS****BUILDINGS****COMPUTER
EQUIPMENT****PLANT AND
MACHINERY****WIP****Total**

N

N

N

N

N

N

COST

At 1st January 2024	22,131,323	0	90,930,757	191,707,920	-	304,770,000
Additions	-	-	0	0	-	0
Reclassification	-	-	-	-	-	-
Transfer	-	-	-	-	-	-
Disposal	-	-	-	-	-	-
Write off	-	-	-	-	-	-
At 30 June 2024	22,131,323	0	90,930,757	191,707,920	0	304,770,000

ACCUMULATED DEPRECIATION

At 1st January 2024	22,131,323	-0	83,102,087	148,047,851	-	253,281,261
Charge for the year	-	-	2,395,887	5,177,490	-	7,573,377
Reclassification	-	-	-	-	-	-
Disposal	-	-	-	-	-	-
Write off	-	-	-	-	-	-
At 30 June 2024	22,131,323	(0)	85,497,974	153,225,341	-	260,854,638

NET BOOK VALUE

At 30 June 2024	0	0	5,432,783	38,482,579	0	43,915,362
At 31 December 2023	0	0	7,828,670	43,660,069	0	51,488,739

Securities Trading Policy**NCR ATLEOS**

The Company has adopted and implemented its Securities Trading Policy, a copy of which is contained in the Company's annual reports. The policy provides that the Directors, employees and related persons who may have or receive price sensitive information are prohibited from dealing in the securities of the company where such actions would be deemed as insider trading, in accordance with the existing laws.

We confirm that the Directors, employees and other related persons complied with the provisions of the Securities Trading Policy during the period under review.

Shareholding Structure/Free Float Status

Description	30-Jun-24		31-Dec-23	
	Unit	Percentage	Unit	Percentage
Issued Share Capital	108,000,000	100%	108,000,000	100%
Substantial Shareholdings (5% and above)				
NCR CORPORATION USA	66,705,456	61.76%	66,705,456	61.76%
Total Substantial Shareho	66,705,456	61.76%	66,705,456	61.76%
Directors' Shareholdings (direct and indirect), excluding directors with substantial interests				
Otunba Adekunle Ojora OFR, CON, FNIM, JP	1283650	1.19%	1283650	1.19%
Christiana Nnawo Yisa	0	0.00%	0	0.00%
Michael Vallier	0	0.00%	0	0.00%
Louise Georgiou	0	0.00%	0	0.00%
Chief L. Bisade Biobaku	0	0.00%	0	0.00%
Mr Matthew Ayomidele A	0	0.00%	0	0.00%
Total Directors' Sharehold	1,283,650	1.19%	1,283,650	1.19%
Other Influential Shareholdings				
		0.00%		0.00%
		0.00%		0.00%
Total Other Influential Sha	0	0.00%	0	0.00%
Free Float in Units and Pe	40,010,894	37.05%	40,010,894	37.05%
Free Float in Value	₦ 20,005,447.00		₦ 20,005,447.00	

Declaration:

The shareholding range analysis as at 30 June 2024 is as shown below;

BEGINNING RANGE	ENDING RANGE	TOTAL SHARE HOLDER	% OF SHARE HOLDERS	TOTAL SHARE HOLDING	% OF SHARE HOLDING
1	1,000	2,637	34.10%	1,116,909	1.00%
1,001	5,000	3,973	51.50%	8,550,757	7.90%
5,001	10,000	641	8.30%	4,443,222	4.10%
10,001	50,000	385	5.00%	6,881,994	6.40%
50,001	100,000	45	0.60%	3,139,867	2.90%
100,001	500,000	41	0.50%	8,460,572	7.80%
500,001	1,000,000	3	0.00%	1,888,313	1.80%
1,000,001	5,000,000	4	0.10%	6,812,910	6.30%
10,000,001	9,999,999,999	1	0.00%	66,705,456	61.80%
		7,730	100.00%	108,000,000	100.00%

We hereby state that the Company's free float is in compliance with The Exchange's free float requirements for the Main Board.