



**Transnational Corporation Plc
Unaudited Condensed Consolidated Financial Statements
For the Period Ended 30 June 2022**

Transnational Corporation Plc
Statement of Profit or Loss and Other Comprehensive Income
For the Period Ended 30 June 2022

	Note	Group		Company	
		30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Revenue	19	62,889,025	53,260,235	4,516,711	3,045,614
Cost of sales	20	(31,783,807)	(29,754,211)	-	-
Gross profit		31,105,218	23,506,024	4,516,711	3,045,614
Administrative expenses	23	(10,891,559)	(7,498,769)	(764,302)	(745,329)
Impairment (loss) on financial assets		(335,000)	(272,755)	-	-
Other income	21	723,265	620,320	1,289,372	578,294
Other gains /(losses) - net	22	(123,308)	(19,824)	-	(674)
Operating profit		20,478,616	16,334,996	5,041,781	2,877,905
Finance cost - Net	24	(6,072,562)	(7,973,268)	(1,744,514)	(2,119,921)
Foreign exchange (loss) on financing activities	25	(1,043,939)	(1,310,310)	-	-
Profit before taxation		13,362,115	7,051,418	3,297,267	757,984
Taxation	16	(1,350,381)	(548,445)	(549,141)	(308,389)
Profit for the period		12,011,734	6,502,973	2,748,126	449,595
Profit attributable to:					
Owners of the parent		5,852,428	3,215,609	2,748,126	449,595
Non controlling interest		6,159,306	3,287,364	-	-
Other comprehensive income/(loss)					
<i>Items that will not be reclassified to profit or loss:</i>					
Net (loss)/gain on equity instruments designated at fair value through OCI	22	(846)	(650,879)	(846)	(650,879)
Total comprehensive income for the period		12,010,888	5,852,094	2,747,280	(201,284)
Attributable to:					
Owners of the parent		5,851,582	2,564,730	2,747,280	(201,284)
Non controlling interest		6,159,306	3,287,364	-	-
Basic EPS (kobo)	26	14.40	7.91	6.76	1.11
Diluted EPS (kobo)	26	14.40	7.91	6.76	1.11

The results shown above relate to continuing operations. There are no incomes or expenses from discontinued operations.

The notes on pages 7 to 19 are an integral part of these financial statements.

Transnational Corporation Plc
Statement of Profit or Loss and Other Comprehensive Income
For the Period Ended 30 June 2022

	Note	Group		Company	
		April - June 2022 N'000	April - June 2021 N'000	April - June 2022 N'000	April - June 2021 N'000
Revenue	19	31,499,897	28,825,144	2,213,306	2,322,701
Cost of sales	20	(15,620,075)	(15,743,919)	-	-
Gross profit		15,879,822	13,081,225	2,213,306	2,322,701
Administrative expenses	23	(5,675,953)	(4,022,279)	(228,817)	(419,097)
Impairment (loss) on financial assets		(200,000)	-	-	-
Other income	21	553,126	375,641	810,253	315,641
Other gains /(losses) - net	22	(95,517)	(16,401)	-	(674)
Operating profit		10,461,478	9,418,186	2,794,742	2,218,571
Finance cost - Net	24	(2,284,776)	(4,281,532)	(852,422)	(1,228,102)
Foreign exchange (loss) on financing activities	25	(540,350)	(582,763)	-	-
Profit before taxation		7,636,352	4,553,891	1,942,320	990,469
Taxation	16	(659,945)	(92,341)	(315,304)	(230,712)
Profit for the period		6,976,407	4,461,550	1,627,016	759,757
Profit attributable to:					
Owners of the parent		3,752,747	2,485,870	1,627,016	759,910
Non controlling interest		3,223,660	1,975,680	-	-
Other comprehensive income/(loss)					
<i>Items that will not be reclassified to profit or loss:</i>					
Net (loss)/gain on equity instruments designated at fair value through OCI	22	(120,560)	120,958	(120,560)	120,958
Total comprehensive income for the period		6,855,847	4,582,508	1,506,456	880,868
Attributable to:					
Owners of the parent		3,633,033	2,606,828	1,506,456	880,868
Non controlling interest		3,222,814	1,975,680	-	-
Basic EPS (kobo)	26	9.23	6.12	4.00	1.87
Diluted EPS (kobo)	26	9.23	6.12	4.00	1.87

The results shown above relate to continuing operations. There are no incomes or expenses from discontinued operations.

The notes on pages 7 to 19 are an integral part of these financial statements.

Transnational Corporation Plc
Statement of Financial Position
As at 30 June 2022

	Note	Group		Company	
		30 June 2022 N'000	31 December 2021 N'000	30 June 2022 N'000	31 December 2021 N'000
Assets					
Non-current assets					
Property, plant and equipment	5	277,271,750	277,816,617	65,744	51,151
Right of use assets	5	380,557	288,524	260,145	288,524
Intangible assets	6	41,034,404	41,199,858	5,075,818	5,075,818
Investment property	7	2,194,000	2,194,000	2,194,000	2,194,000
Investment in subsidiaries	8	-	-	42,395,763	42,395,763
Debt and equity securities	13	5,520,287	5,411,024	3,887,115	3,887,961
Deferred tax	9	792,202	792,202	-	-
Prepayments and other assets	12	171,072	38,403	171,072	38,403
		327,364,272	327,740,628	54,049,657	53,931,620
Current assets					
Inventories	10	5,892,357	4,463,680	-	-
Trade and other receivables	11	76,843,318	67,981,453	36,182,120	35,246,097
Prepayments and other assets	12	1,762,916	1,582,608	209,088	33,921
Cash and cash equivalents	14	5,323,772	14,231,648	543,587	493,255
		89,822,363	88,259,389	36,934,795	35,773,273
Total assets		417,186,635	416,000,017	90,984,452	89,704,893
Liabilities					
Current liabilities					
Trade and other payables	15	129,664,400	135,077,249	8,570,956	9,913,480
Tax Payable	16	2,708,952	3,645,712	280,433	288,087
Contract Liabilities		152,820	152,820	-	-
Lease Liability		150,000	297,123	150,000	297,123
Deferred income		450,659	450,659	-	-
Borrowings (short term)	17	29,152,677	55,387,033	23,665,363	23,842,510
		162,279,508	195,010,596	32,666,752	34,341,200
Non-current liabilities					
Borrowings (long term)	17	73,911,051	50,698,711	14,678,965	13,659,279
Deposit for shares	18	12,712,962	12,935,000	-	-
Contract Liabilities		2,286,324	2,333,370	-	-
Deferred income		1,782,400	2,005,878	-	-
Deferred tax	9	6,724,181	6,724,181	-	-
		97,416,918	74,697,140	14,678,965	13,659,279
Total liabilities		259,696,426	269,707,736	47,345,717	48,000,479
Equity					
Ordinary share capital	27	20,323,996	20,323,996	20,323,996	20,323,996
Share premium	27	6,249,871	6,249,871	6,249,871	6,249,871
Other reserves		26,451,140	26,451,987	1,805,223	1,806,069
Retained earnings		52,641,607	47,602,138	15,259,645	13,324,478
Equity attributable to owners of the parent		105,666,614	100,627,992	43,638,735	41,704,414
Non controlling interest		51,823,595	45,664,289	-	-
Total equity		157,490,209	146,292,281	43,638,735	41,704,414
Net equity and liabilities		417,186,635	416,000,017	90,984,452	89,704,893

The notes on pages 7 to 19 are an integral part of these financial statements.

The Unaudited financial statements on pages 1 to 19 were approved and authorised for issue by the Board of Directors on 26 July 2022 and were signed on its behalf by



Joseph Adegunwa
Group Chief Finance Officer
FRC/2019/ICAN/00000019103



Owen Omogiafo
President/Chief Executive Officer
FRC/2019/IODN/00000019827



Emmanuel Nnorom
Director
FRC/2014/ICAN/00000007402

Transnational Corporation Plc
Statement of Changes in Equity
For the Period Ended 30 June 2022

Group	Attributable to owners of the parent					Non Controlling interest N'000	Total equity N'000
	Share capital N'000	Share premium N'000	Other reserves N'000	Retained earnings N'000	Total Attributable to owners of the parents N'000		
As at 1 January 2021	20,323,996	6,249,871	1,982,031	28,620,256	57,176,154	38,249,016	95,425,170
Profit for the year	-	-	-	13,964,329	13,964,329	9,867,123	23,831,452
Adjustment for disposal of shares	-	-	-	-	-	2,494,214	2,494,214
Dividend	-	-	-	(406,480)	(406,480)	(4,946,064)	(5,352,544)
Other comprehensive income/(loss)	-	-	(287,642)	-	(287,642)	-	(287,642)
Other reserve from Trans Afam Power Ltd	-	-	24,757,597	-	24,757,597	-	24,757,597
Retained earnings from Trans Afam Power Ltd	-	-	-	5,424,033.00	5,424,033	-	5,424,033
Balance at 31 December 2021	20,323,996	6,249,871	26,451,986	47,602,138	100,627,991	45,664,289	146,292,280
As at 1 January 2021	20,323,996	6,249,871	1,982,031	28,620,256	57,176,154	38,249,016	95,425,170
Profit/(Loss) for the period	-	-	-	3,215,609	3,215,609	3,287,364	6,502,973
Dividend paid	-	-	-	(406,480)	(406,480)	-	(406,480)
Right Issue	-	-	-	-	-	-	-
Other comprehensive income	-	-	(650,879)	-	(650,879)	-	(650,879)
Balance at 30 June 2021	20,323,996	6,249,871	1,331,152	31,429,385	59,334,404	41,536,380	100,870,784
As at 1 January 2022	20,323,996	6,249,871	26,451,986	47,602,138	100,627,991	45,664,289	146,292,280
Profit for the period	-	-	-	5,852,428	5,852,428	6,159,306	12,011,734
Dividend paid	-	-	-	(812,959)	(812,959)	-	(812,959)
Other comprehensive income	-	-	(846)	-	(846)	-	(846)
Balance at 30 June 2022	20,323,996	6,249,871	26,451,140	52,641,607	105,666,614	51,823,595	157,490,209

Transnational Corporation Plc
Statement of Changes in Equity
For the Period Ended 30 June 2022

Company	Share capital N'000	Share premium N'000	Other reserves N'000	Retained earnings N'000	Total Controlling interest N'000	Non Controlling interest N'000	Total equity N'000
As at 1 January 2021	20,323,996	6,249,871	2,093,711	10,296,595	38,964,173	-	38,964,173
Profit for the year				3,434,363	3,434,363		3,434,363
Dividend paid			-	(406,480)	(406,480)		(406,480)
Other comprehensive income/(loss)			(287,642)	-	(287,642)	-	(287,642)
Balance at 31 December 2021	20,323,996	6,249,871	1,806,069	13,324,478	41,704,414	-	41,704,414
As at 1 January 2021	20,323,996	6,249,871	2,093,711	10,296,595	38,964,173	-	38,964,173
Profit for the period	-	-	-	449,595	449,595	-	449,595
Dividend paid	-	-	-	(406,480)	(406,480)	-	(406,480)
Other comprehensive income	-	-	(650,879)	-	(650,879)	-	(650,879)
Balance at 30 June 2021	20,323,996	6,249,871	1,442,832	10,339,710	38,356,409	-	38,356,409
As at 1 January 2022	20,323,996	6,249,871	1,806,069	13,324,478	41,704,414	-	41,704,414
Profit for the period			-	2,748,126	2,748,126	-	2,748,126
Dividend paid			-	(812,959)	(812,959)	-	(812,959)
Other comprehensive income			(846)	-	(846)	-	(846)
Balance at 30 June 2022	20,323,996	6,249,871	1,805,223	15,259,645	43,638,735	-	43,638,735

Transnational Corporation Plc
Statement of Cash Flows
For the Period Ended 30 June 2022

	Note	Group		Company	
		30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Cash flows from operating activities					
Cash generated from/(used in) operations	28	7,477,836	23,601,921	2,542,281	489,728
Tax paid		(2,287,141)	(182,205)	(11,916)	(5,491)
Net cash flows generated from/(used in) operating activities		5,190,695	23,419,716	2,530,365	484,237
Cash flows from investing activities					
Dividend Income on equity security		128,675	50,665	128,675	50,665
Interest received/paid		(521,094)	304,705	(436,845)	187,222
Proceed from sale of property, plant and equipment (loss) on		151,363	(22,616)	-	-
Purchase of property, plant and equipment		(3,305,575)	(5,115,425)	(20,084)	(4,486)
Deposit for Investment		-	(2,632,500)	-	-
Investment in subsidiaries		-	-	-	(449,025)
Net cash flows (used in)/generated from investing activities		(3,546,631)	(7,415,171)	(328,254)	(215,624)
Cash flows from financing activities					
Net movement in borrowings		(3,022,016)	5,921,381	842,539	2,665,431
Dividend paid		(812,959)	(406,480)	(812,959)	(406,480)
Interest paid		(6,593,657)	(8,277,973)	(2,181,359)	(2,307,143)
Net cash flows (used in)/generated from financing activities		(10,428,632)	(2,763,072)	(2,151,779)	(48,192)
Net (decrease)/increase in cash and cash equivalents		(8,784,568)	12,968,718	50,332	220,421
Cash and cash equivalents at the beginning of the period		14,231,648	3,769,341	493,255	1,172,613
Foreign exchange loss/(gain) on cash and cash equivalents		(123,308)	(19,824)	-	(674)
Cash and cash equivalents at the end of the period		5,323,772	16,718,235	543,587	1,392,360

The notes on pages 7 to 19 are an integral part of these financial statements.

Transnational Corporation Plc

Notes to the Financial Statements

For the Period Ended 30 June 2022

1. General information

Transnational Corporation Plc, ("the Company" or "Transcorp"), was incorporated on 16 November, 2004 as a private limited liability Company domiciled in Nigeria in accordance with the requirements of the Companies and Allied Matters Act. Following a successful initial public offer (IPO), the Company was in December 2006, listed on the Nigerian Exchange Group (Formerly Nigeria Stock Exchange). The shares of the Company have continued to be traded on the floor of the Exchange. The Company is domiciled in Nigeria and the address of its registered office is 38 Glover Road, Ikoyi, Lagos, Nigeria.

The company recently changed its name from "Transnational Corporation of Nigeria Plc" to **Transnational Corporation Plc**

The Company maintains controlling interests in the following companies. The Company, together with the subsidiaries are known as the Transcorp Group, ("the Group")

- Trans Afam Power Limited
- Transcorp Hotels Plc
- Transcorp Hotels Calabar Limited
- Transcorp Energy Limited
- Aura by Transcorp Hotels
- Transcorp Power Limited
- Transcorp Properties Limited
- Transcorp OPL 281 Limited
- Transcorp Hotels Ikoyi Limited
- Transcorp Hotels Port Harcourt Limited

The Company's business is investment and operation of portfolio companies in the hospitality, power, agro-allied and oil & gas sectors.

2. Summary of significant accounting policies

Basis of preparation

The condensed consolidated financial statements have been prepared in accordance with the Companies and Allied Matters Act (CAMA), IAS 34 Interim Financial Reporting, International Financial Reporting Standards (IFRS) and interpretations issued by the IFRS Interpretations Committee (IFRS IC) applicable to companies reporting under IFRS. The financial statements have been prepared on a historical cost basis except for available-for-sale financial assets, financial assets and liabilities and investment property – measured at fair value.

The condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2021.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in note 3.

The preparation of financial statements, in conformity with generally accepted accounting principles under IFRS, requires the directors to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on the directors' best knowledge of the amounts, events or actions, actual results ultimately may differ from those estimates.

Transnational Corporation Plc

Notes to the Financial Statements

For the Period Ended 30 June 2022

3 Fair value estimation

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- (Level 1): Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (Level 2): Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- (Level 3): Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

Assets	At 30 June 2022			Total
	Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income				
Equity securities at fair value through OCI	5,520,287	-	-	5,520,287

Assets	At 31 December 2021			Total
	Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss				
Profit attributable to:	5,411,024	-	-	5,411,024

There were no transfers between levels 1 and 2 during the year.

(a) Financial instruments in level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in Level 1. Instruments included in Level 1 comprise primarily equity investments listed on the Nigerian Exchange (NGX) classified as equity securities at fair value through other comprehensive income.

4 Segment analysis

The Group

The chief operating decision-maker has been identified as the Board of Directors of Transcorp. The Board reviews the Group's internal reporting in order to assess performance and allocate resources. The directors have determined the operating segments based on these reports. The Board considers the business from an industry perspective and has identified 5 operating segments.

i Hospitality

The hospitality business is made up of its direct subsidiary Transcorp Hotels Plc. (THP) and indirect subsidiaries, Transcorp Hotels Calabar Limited (THC), Transcorp Hotels Ikoyi Limited and Transcorp Hotels Port Harcourt Limited. These entities render hospitality services to customers.

ii Agro-allied

This relates to a subsidiary Teragro Commodities Limited. The subsidiary is engaged in the manufacturing/processing of fruit concentrates from fruits from which the Group derives revenue.

iii Power

This relates to a subsidiary Transcorp Power Limited (TPL) and TransAfam Power Limited (TAPL). The subsidiary is engaged in generation of electric power.

iv Oil & Gas

Two subsidiaries make up the oil & gas segment namely Transcorp Energy Limited and Transcorp OPL 281 Limited. The companies are into the exploration, refining and marketing of petroleum products. The subsidiaries are in the start-up phase and have not started generating revenue.

v Corporate Centre

This segment is the parent Company, Transnational Corporation Plc and the other non-operational subsidiaries.

The Board is the Chief Operating Decision Maker (CODM) and monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements. Also, the Group's financing (including finance costs, finance income and other income) and income taxes are managed on a Group basis and are not allocated to operating segments. Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

Sales between segments are carried out at arm's length. The revenue from external parties reported to the group is measured in a manner consistent

Transnational Corporation Plc
Notes to the Financial Statements
For the Period Ended 30 June 2022

Total segment assets are included in the reconciliation to the total statement of financial position assets.

As at 30 June 2022

	Hospitality N'000	Oil & gas N'000	Agro-allied N'000	Power N'000	Corporate centre N'000	Intersegment elimination N'000	Total N'000
Revenue	14,984,334	-	-	47,904,691	4,516,711	(4,516,711)	62,889,025
Other income	288,465	-	-	-	1,289,372	(436,845)	1,140,992
Finance cost	2,040,056	-	-	2,683,653	2,181,359	(436,845)	6,468,223
Depreciation and amortisation	1,267,000	-	-	2,146,611	38,708	-	3,452,319
Profit/(loss) before taxation	2,441,153	-	-	12,104,729	3,297,268	(4,481,035)	13,362,115
Segmental assets	114,519,329	7,365,115	55,073	159,751,923	90,984,453	44,510,742	417,186,635
Segmental liabilities	50,019,067	8,277,528	1,766,561	113,507,599	47,345,614	38,780,057	259,696,426
Net assets	64,500,262	(912,413)	(1,711,488)	46,244,324	43,638,839	5,730,685	157,490,209

As at 30 June 2021

	Hospitality N'000	Oil & gas N'000	Agro-allied N'000	Power N'000	Corporate centre N'000	Intersegment elimination N'000	Total N'000
Revenue	8,774,582	-	-	44,485,653	3,045,614	(3,045,614)	53,260,235
Other income	547,699	-	-	-	577,620	(187,222)	938,097
Finance cost	2,139,189	-	-	4,018,552	2,307,143	(187,222)	8,277,662
Depreciation and amortisation	1,277,706	-	-	1,642,118	32,138	-	2,951,962
Profit/(loss) before taxation	(108,531)	-	-	9,447,578	757,984	-3045613	7,051,418
Segmental assets	114,952,786	7,365,115	55,073	184,389,527	92,106,563	(40,607,927)	358,261,137
Segmental liabilities	55,711,416	8,277,528	1,766,561	134,139,707	53,750,155	(15,239,227)	238,406,140
Net assets	59,241,370	(912,413)	(1,711,488)	50,249,820	38,356,408	(25,368,700)	119,854,997

Revenues from transactions with other operating segments relates to dividend income from Transcorp Hotels Plc and Transcorp Power Limited to the Company, Transnational Corporation Plc.

The totals presented for the Group's operating segments reconcile to the key financial figures as presented in its financial statements as follows:

Revenue	30 June 2022 N'000	30 June 2021 N'000
Total revenue for reportable segments	67,405,736	56,305,849
Elimination of inter-segment revenue (i)	(4,516,711)	(3,045,614)
External revenue	62,889,025	53,260,235
Profit or loss		
Total (loss) or profit for reportable segments	17,843,150	10,097,031
Elimination of inter-segment profits (ii)	(4,481,035)	(3,045,613)
Consolidated (loss) or profit before taxation	13,362,115	7,051,418
Assets	30 June 2022	31 December 2021
Total assets of reportable segments	372,675,893	398,869,064
Consolidation eliminations (iii)	44,510,742	(40,607,927)
Consolidated total assets	417,186,635	358,261,137
Liabilities		
Total liabilities of reportable segments	220,916,369	253,645,367
Consolidation eliminations (iv)	38,780,057	(15,239,227)
Consolidated total liabilities	259,696,426	238,406,140

The nature of differences between the measurements of the reportable segment's assets/liabilities and the assets/liabilities of the Group is as follows:

Transnational Corporation Plc

Notes to the Financial Statements

For the Period Ended 30 June 2022

4 Segment analysis (continued)

(i) Elimination of inter-segment revenue relates to dividend income from Transcorp Power Limited and Transcorp Hotels Plc to Transnational Corporation Plc.

(ii) Elimination of inter-segment profits relates to dividend income between the segments and other income arising from transactions with non-controlling interests.

(iii) Investments of Transnational Corporation Plc in its subsidiaries and investment of Transcorp Hotels Plc in Transcorp Hotels Calabar Limited, Transcorp Hotels Port Harcourt Limited and Transcorp Hotels Ikoyi Limited respectively accounts for the consolidation eliminations of total assets of reportable segments. Inter-segment receivables were also eliminated to arrive at the consolidated total assets.

(iv) Inter-segment payables, dividend payable to segments within the Group and management fees payable and interest payable to Transnational Corporation Plc from Transcorp Hotels Plc accounts for the consolidation eliminations in total liabilities of the reportable segments.

Entity-wide information

The following is an analysis of the Group's revenue from continuing operations from its major products and services.

Analysis of revenue by category:

	30 June 2022	30 June 2021
	N'000	N'000
Rooms	9,613,712	5,591,864
Food and beverage	4,635,856	2,327,627
Shop rental	500,566	390,290
Service charge	46,224	-
Other operating revenue	187,976	464,801
Capacity charge	17,095,134	14,767,196
Energy sent out	25,745,475	29,705,257
Ancillary services	5,064,082	13,200
Total	62,889,025	53,260,235

The Group is domiciled in Nigeria where it generates all its external revenue. The total non-current assets of the Group are all located in Nigeria.

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For the Period Ended 30 June 2022

5 Property, plant and equipment (PP&E)

Group	Land	Building & improvements	Plant & machinery	Computer & office equipments	Motor vehicles	Capital work in progress	Total
Cost	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1 January 2021	37,739,649	52,280,017	70,129,487	18,386,061	848,386	9,156,266	188,539,866
Transfer of cost of assets from Trans Afam Power Ltd	1,784,600	2,748,017	109,199,600	85,766	8,100		113,826,083
Additions	-	155,794	4,704,440	393,307	119,587	10,135,489	15,508,617
Disposals	-	-	-	-	(105,227)	-	(105,227)
Balance as at 31 December 2021	39,524,249	55,183,828	184,033,527	18,865,134	870,846	19,291,755	317,769,339
Balance as at 1 January 2022	39,524,249	55,183,828	184,033,527	18,865,134	870,846	19,291,755	317,769,339
Additions	100,700	201,284	2,017,791	682,391	-	303,410	3,305,575
Disposals	-	-	(27,754)	-	-	-	(27,754)
Balance as at 30 June 2022	39,624,949	56,390,678	186,023,564	19,547,525	870,846	18,589,406	321,046,967
Depreciation and Impairment losses							
Balance as at 1 January 2021	-	4,977,609	22,759,040	5,011,784	653,644	-	33,402,077
Depreciation for the period	-	1,167,993	4,230,263	1,189,694	68,550	-	6,656,500
Profit for the period	-	-	-	-	(105,227)	-	(105,227)
Write-off	-	-	-	(628)	-	-	(628)
Profit attributable to:							
Balance as at 31 December 2021	-	6,145,602	26,989,303	6,200,850	616,967	-	39,952,722
Balance as at 1 January 2022	-	6,145,602	26,989,303	6,200,850	616,967	-	39,952,722
Depreciation for the period	-	561,254	2,725,811	543,313	19,851	-	3,850,229
Balance as at 30 June 2022	-	6,706,856	29,687,380	6,744,163	636,818	-	43,775,217
Net book value							
At 30 June 2022	39,624,949	49,683,822	156,336,184	12,803,362	234,028	18,589,406	277,271,750
At 31 December 2021	39,524,249	49,038,226	157,044,224	12,664,284	253,879	19,291,755	277,816,617

Transnational Corporation Plc
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5 Property, plant and equipment (continued)						380,557
Company	Building & improvements	Plant & Machinery	Computer & office equipments	Motor vehicles	Capital work in progress	Total
Cost	N'000	N'000	N'000	N'000	N'000	N'000
Balance as at 1 January 2021	28,862	8,771	73,712	15,553	-	126,898
	7,504	-	6,843	-	23,558	37,905
Balance as at 31 December 2021	36,366	8,771	80,555	15,553	23,558	164,803
Balance as at 1 January 2022	36,366	8,771	80,555	15,553	23,558	164,803
Additions	241	13,945	8,803	-	(2,905)	20,084
Balance as at 30 June 2022	36,607	22,716	89,358	15,553	20,653	184,887
Depreciation and impairment losses						
Balance as at 1 January 2021	28,862	3,766	63,836	10,457	-	106,921
Depreciation for the period	313	769	4,437	1,840	-	7,359
Write-off			(628)	-		(628)
Balance as at 31 December 2021	29,175	4,535	67,645	12,297	-	113,652
Balance as at 1 January 2022	29,175	4,535	67,645	12,297	23,558	113,652
Depreciation for the period	958	851	2,736	946	(2,905)	5,491
Balance as at 30 June 2022	30,133	5,386	70,381	13,243	20,653	119,143
Net book value						
At 30 June 2022	6,474	17,330	18,977	2,310	-	65,744
At 31 December 2021	7,191	4,236	12,910	3,256	-	51,151

Depreciation is allocated as follows;

Cost of sales
Administrative expenses

Group		Company	
30 June 2022	30 June 2021	30 June 2022	30 June 2021
N'000	N'000	N'000	N'000
2,525,657	1,619,730	-	-
1,357,790	1,319,273	38,708	32,138
3,883,447	2,939,003	38,708	32,138

All depreciation expenses for the company are charged to administrative expenses.

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Right of use aassets	Group	Company
Cost		
Balance as at 1 January 2021	179,005	179,005
Additions	283,146	283,146
Balance as at 31 December 2021	<u>462,151</u>	<u>462,151</u>
Balance as at 1 January 2022	462,151	462,151
Additions	125,250	-
Balance as at 30 June 2022	<u>587,401</u>	<u>462,151</u>
Depreciation and Impairment losses		
Balance as at 1 January 2021	116,112	116,112
Depreciation for the period	57,515	57,515
Profit attributable to:		
Balance as at 31 December 2021	<u>173,627</u>	<u>173,627</u>
Balance as at 1 January 2022	173,627	173,627
Depreciation for the period	33,217	28,379
Balance as at 30 June 2022	<u>206,844</u>	<u>202,006</u>
Net book value		
At 30 June 2022	380,557	260,145
At 31 December 2021	288,524	288,524

Transnational Corporation Plc
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6 Intangible assets

	Group					Company		
	Goodwill	Computer software	Oil Prospecting License	Exploration and evaluation expenditure	Total	Computer software	Oil Prospecting License	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cost								
At 1 January 2021	30,934,143	326,493	5,075,818	5,031,292	41,367,746	12,966	5,075,818	5,088,784
Addition	-	68,748	-	-	68,748	-	-	-
As at 31 December 2021	30,934,143	395,241	5,075,818	5,031,292	41,436,494	12,966	5,075,818	5,088,784
At 1 January 2022	30,934,143	395,241	5,075,818	5,031,292	41,436,494	12,966	5,075,818	5,088,784
Addition	-	(151,363)	-	-	(151,363)	-	-	-
As at 30 June 2022	30,934,143	243,878	5,075,818	5,031,292	41,285,131	12,966	5,075,818	5,088,784
Accumulated amortisation								
At 1 January 2021	-	211,663	-	-	211,663	12,966	-	12,966
Amortisation charge	-	24,973	-	-	24,973	-	-	-
As at 31 December 2021	-	236,636	-	-	236,636	12,966	-	12,966
At 1 January 2022	-	236,636	-	-	236,636	12,966	-	12,966
Amortisation charge	-	14,091	-	-	14,091	-	-	-
As at 30 June 2022	-	250,727	-	-	250,727	12,966	-	12,966
Net book value								
As at 30 June 2022	30,934,143	(6,849)	5,075,818	5,031,292	41,034,404	-	5,075,818	5,075,818
At 31 December 2021	30,934,143	158,605	5,075,818	5,031,292	41,199,858	-	5,364,341	5,075,818

Goodwill is not amortised but tested for impairment annually.

Transnational Corporation Plc
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For the Period Ended 30 June 2022

7 Investment property

	Group		Company	
	30 June 2022 N'000	31 December 2021 N'000	30 June 2022 N'000	31 December 2021 N'000
At 1 January	2,194,000	2,047,900	2,194,000	2,047,900
Net gain from fair value remeasurement	-	146,100	-	146,100
Foreign exchange (loss) on financing activities	2,194,000	2,194,000	2,194,000	2,194,000

Profit before taxation

8 Investment in subsidiaries

Profit for the period

Transcorp Hotels Plc
Profit attributable to:
Trans Afam Nigeria Limited
Other subsidiaries

Company	
30 June 2022 N'000	31 December 2021 N'000
25,470,755	25,470,755
47,500	47,500
16,826,588	16,826,588
50,920	50,920
42,395,763	42,395,763

Movement in investment in subsidiaries is analysed as follows:

At 1 January
Transfer to Intercompany
Addition / (Disposal) in Investment
Disposal of Investment
Foreign exchange (loss) on financing activities

Company	
30 June 2022 N'000	31 December 2021 N'000
42,395,763	61,167,716
-	(16,277,500)
-	20
-	(2,494,473)
42,395,763	42,395,763

9 Deferred tax

The balance of Deferred tax assets/ (Liabilities) is as follows:
Deferred tax assets

Group	
30 June 2022 N'000	31 December 2021 N'000
792,202	792,202
(6,724,181)	6,724,181
(5,931,979)	7,516,383

10 Inventories

Food and beverage
Fuel/lubricant
Spares
Guest supplies

Group	
30 June 2022 N'000	31 December 2021 N'000
158,049	-
396,672	84,486
5,107,337	4,185,754
230,299	193,440
5,892,357	4,463,680

Transnational Corporation Plc
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11 Trade and other receivables

	Group		Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	N'000	N'000	N'000	N'000
Trade receivables	42,079,384	70,226,191	-	-
Related Parties and Other receivables	41,068,029	4,724,712	39,031,351	38,662,414
	83,147,413	74,950,903	39,031,351	38,662,414
Less: provision for impairment	(6,304,095)	(6,969,450)	(2,849,230)	(3,416,316)
	76,843,318	67,981,453	36,182,121	35,246,098

A significant portion of the trade receivable relates to receivable from the Transmission Company of Nigeria Plc and Nigerian Bulk Electricity Trading Plc which are the regulatory bodies for the power business.

12 Prepayments and Other Assets

	Group		Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	N'000	N'000	N'000	N'000
Prepayments	1,933,988	1,206,502	209,088	72,324
Other assets	0	414,509	171,072	-
	1,933,988	1,621,011	380,160	72,324
Foreign exchange (loss) on financing activities	171,072	38,403	171,072	38,403
Profit before taxation	1,762,916	1,582,608	209,088	33,921

13 Debt and equity securities

	Group	
	30 June 2022	31 December 2021
	N'000	N'000
Non-current portion		
Equity securities at fair value through OCI	5,520,287	5,411,024
	5,520,287	5,411,024

	Company	
	30 June 2022	31 December 2021
	N'000	N'000
At 1 January	3,887,961	4,175,603
Fair value gain/(loss)	(846)	(287,642)
	3,887,115	3,887,961

14 Cash and cash equivalents

	Group		Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	N'000	N'000	N'000	N'000
Cash and bank balance	5,323,772	14,231,648	543,587	493,255

15 Trade and other payables

	Group		Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	N'000	N'000	N'000	N'000
Trade Creditors	94,555,995	115,355,057	-	-
Accruals and other liabilities	29,303,004	13,738,511	6,610,520	8,532,231
Dividend payable	3,410,010	4,542,263	-	-
Deferred Income	196,859	-	-	-
VAT payable	310,493	61,681	72,396	322,721
Unclaimed Dividend	1,266,657	1,205,545	1,266,657	1,058,528
Advance Deposit	621,383	174,192	621,383	-
	129,664,400	135,077,249	8,570,956	9,913,480

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16 Taxation

	Group		Company	
	30 June 2022	30 June 2021	30 June 2022	30 June 2021
	N'000	N'000	N'000	N'000
Income tax	986,410	184,474	97,470	3,828
Education tax	363,971	363,971	-	-
	1,350,381	548,445	97,470	3,828
Tax on franked investment income	-	-	451,671	304,561
	1,350,381	548,445	549,141	308,389

The movement in tax payable is as follows:

	Group		Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	N'000	N'000	N'000	N'000
At 1 January	3,645,712	1,268,091	288,087	218,525
Provision for the period	1,350,381	3,267,403	97,470	75,051
Payment during the period	(2,287,141)	(889,782)	(11,916)	(5,489)
	2,708,952	3,645,712	280,433	288,087

17 Borrowings

	Group		Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	N'000	N'000	N'000	N'000
Falling due within the period	29,152,677	55,387,033	23,665,363	23,842,510
	29,152,677	55,387,033	23,665,363	23,842,510
Falling due after one year	73,911,051	50,698,711	14,678,965	13,659,279
	73,911,051	50,698,711	14,678,965	13,659,279
Total	103,063,728	106,085,744	38,344,328	37,501,789

18 Deposit for shares

	Group		Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	N'000	N'000	N'000	N'000
Deposit for shares-THIL	2,410,000	2,410,000	-	-
Deposit for shares-TAPL	10,302,962	10,525,000	-	-
	12,712,962	12,935,000	-	-

Deposit for shares (THIL) relates to Heirs Holdings Limited's contribution to the development of Transcorp Hotels Ikoyi Limited (THIL). Based on the Memorandum of Understanding between Transnational Corporation of Nigeria Plc and Heirs Holdings Limited, THIL will repay or issue shares to Heirs Holdings Limited on completion of the construction and start of operation of the hotel.

Deposit for shares- TAPL relates to other parties contribution to Trans Afam Power Limited (TAPL) towards the acquisition cost for the Afam Power Genco.

Transnational Corporation Plc
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19 Revenue

The group derives the following types of revenue:

	Group		Company	
	30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Rooms	9,613,712	5,591,864	-	-
Food and beverage	4,635,856	2,327,627	-	-
Shop rental	500,566	390,290	-	-
Service charge	46,224	-	-	-
Other operating revenue	187,976	464,801	-	-
Dividend income	-	-	4,516,711	3,045,614
Capacity charge	17,095,134	14,767,196	-	-
Energy sent out	25,745,475	29,705,257	-	-
Ancillary services	5,064,082	13,200	-	-
	62,889,025	53,260,235	4,516,711	3,045,614

All recognised revenue were generated in Nigeria.

20 Cost of sales

Rooms
Staff costs
Food and beverage
Natural gas and fuel costs
Other direct expenses
Repairs and maintenance
Depreciation
Insurance
Other operating cost

Group	
30 June 2022 N'000	30 June 2021 N'000
1,339,890	784,694
454,302	349,985
2,600,582	1,439,328
21,465,360	24,459,308
29,375	289,895
2,984,952	631,014
2,525,657	1,619,730
152,246	120,349
231,443	59,908
31,783,807	29,754,211

21 Other income

Dividend income on equity securities
Management fees from subsidiaries
Director's Refund
Other income

	Group		Company	
	30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Dividend income on equity securities	128,675	50,665	128,675	50,665
Management fees from subsidiaries	-	-	960,333	525,000
Director's Refund	-	-	10,910	-
Other income	594,590	569,655	189,454	2,629
	723,265	620,320	1,289,372	578,294

22 Other gains/(losses) - net

Included in profit or loss
Foreign exchange gain/(loss)

	Group		Company	
	30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Foreign exchange gain/(loss)	(123,308)	(19,824)	-	(674)
	(123,308)	(19,824)	-	(674)

Included in other comprehensive income

(846)	(650,879)	(846)	(650,879)
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Fair value gain/(loss) on equity securities

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23 Administrative and general expenses

	Group		Company	
	30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Staff costs	1,590,714	1,594,942	226,803	146,267
Depreciation	1,357,790	1,319,273	38,708	32,138
Amortisation	14,091	12,959	-	-
Auditors' remuneration	73,387	41,942	15,856	14,620
Management and incentive fees	1,773,094	810,767	-	-
Professional fees	544,887	506,140	249,785	279,181
Director's remuneration	250,390	183,680	89,157	93,899
Repairs and maintenance	765,287	393,410	3,416	7,015
Advertising	698,137	217,423	2,987	11,249
Group service benefits	290,203	167,431	-	-
Insurance	231,725	211,544	8,864	8,056
Electricity and diesel cost	1,112,144	782,569	19,864	9,431
Travel and accommodation	213,478	107,270	45,180	19,918
Licenses and fees	11,369	23,557	11,369	23,557
Bank charges	244,262	182,347	3,214	19,945
Other operating expenses	1,720,601	943,515	49,099	80,053
	10,891,559	7,498,769	764,302	745,329

24 Finance costs and income

	Group		Company	
	30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Finance costs:				
Interest expense on loans	6,593,657	8,277,973	2,181,359	2,307,143
Interest expense on loans	6,593,657	8,277,973	2,181,359	2,307,143
Finance income:				
Interest on loan	(521,095)	(304,705)	(436,845)	(187,222)
	(521,095)	(304,705)	(436,845)	(187,222)
Finance Cost - net	6,072,562	7,973,268	1,744,514	2,119,921

25 Net foreign exchange losses

The exchange differences charged/credited to the income statement are included as follows:

	Group		Company	
	30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Foreign exchange loss on borrowings	1,043,939	1,310,310	-	-

26 Earnings per share

Basic earnings/ (loss) per share is calculated by dividing the profit/ (loss) attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year excluding ordinary shares purchased by the Company and held as treasury shares.

	Group		Company	
	30 June 2022 N'000	30 June 2021 N'000	30 June 2022 N'000	30 June 2021 N'000
Profit attributable to shareholders	5,852,428	3,215,609	2,748,126	449,595
Weighted average number of ordinary shares in issue	40,647,991	40,647,991	40,647,991	40,647,991
Basic earnings per share (Kobo)	14.40	7.91	6.76	1.11
Diluted earnings per share (Kobo)	14.40	7.91	6.76	1.11

27 Share capital

a Authorised:

	Group		Company	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
45,000,000,000 ordinary shares of 50kobo each	22,500,000	22,500,000	22,500,000	22,500,000

Allotted, called up and fully paid:

	Group and Company		
	Number of shares (thousands)	Ordinary shares N'000	Total N'000
At 1 January 2021	40,647,991	20,323,996	20,323,996
	40,647,991	20,323,996	20,323,996

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b Share premium

Group and Company	
30 June 2022	31 December 2021
N'000	N'000
6,249,871	6,249,871
6,249,871	6,249,871

At 1 January

At 30 June 2022

28 Cash generated from operating activities

	Group		Company	
	30 June 2022	30 June 2021	30 June 2022	30 June 2021
	N'000	N'000	N'000	N'000
Profit/(Loss) before tax	13,362,115	7,051,418	3,297,267	757,984
Adjustment for:				
Depreciation of PP&E	3,850,229	2,917,090	38,708	32,138
Amortization of intangible assets	14,091	12,959	-	-
Impairment allowance on financial assets	335,000	272,755	-	-
Dividend Income on equity securities	(128,675)	(50,665)	(128,675)	(50,665)
Finance cost	6,593,657	8,277,973	2,181,359	2,307,143
Finance income	(521,095)	(304,705)	436,845	(187,222)
Foreign Exchange loss/(gain)	1,043,939	1,310,310	-	-
Changes in working capital:				
(Increase) in trade and other receivables	(8,861,865)	(22,427)	(1,011,480)	(1,741,707)
(Increase) in prepayment and other asset	(312,977)	(1,162,876)	(307,836)	(133,565)
(Increase) in inventories	(1,428,677)	(1,683,994)	-	-
(Decrease) in Deferred Income	(621,383)	(178)	(621,383)	-
(Decrease)/Increase in trade and other payables	(5,846,523)	6,984,261	(1,342,524)	(494,378)
Net cash generated from/(used in) operations	7,477,836	23,601,921	2,542,281	489,728

29 Contingent liabilities

There was no material litigation in the ordinary course of business as at the balance sheet date. The directors are of the opinion that all known liabilities which are relevant in assessing the state of affairs of the Company have been taken into consideration in the preparation of these financial statements.

30 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) Transnational Corporation of Nigeria Plc (the Company) maintains effective Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the Company's shares. The Policy is regularly reviewed and updated by the Board. The Company has made specific inquiries of all the directors and other insiders and is not aware of any infringement of the policy during the period

31 Compliance with Free Float Requirement and Shareholding Structure as at 30 June 2022

Description	30-Jun-22		30-Jun-21	
	Units	Percentage %	Units	Percentage %
Issued Share Capital	40,647,990,293	100%	40,647,990,293	100%
Substantial Shareholdings (5% and above)				
UBA Nominees Limited	3,762,647,995	9.26	3,762,647	9.26
Total	3,762,647,995	9.26	3,762,647	9.26
Directors' Shareholdings (direct and indirect), excluding directors with substantial interests				
	30-Jun-22		30-Jun-21	
Description	Units	Holders %	Units	Unit %
Mr. Tony O.Elumelo, CON (Direct)	273,104,041	0.67	273,104,041	0.67
Mr. Tony O.Elumelo, CON (HH Capital) (indirect)	293,983,193	0.72	293,983,193	0.72
Mr. Tony O.Elumelo, CON (Heirs Holdings LTD) (Indirect)	273,545,722	0.67	273,545,722	0.67
Emmanuel Nnorom (Vine Food) (Indirect)	11,653,487	0.03	11,653,487	0.03
Mr. Stanley Inye Lawson	122,790,102	0.30	122,790,102	0.30
Mr. Toyin Sanni	31,506	-	31,506	-
Mr. Victor Famuyibo	NIL	NIL	NIL	NIL
Mallam Ahmadu Sambo	NIL	NIL	NIL	NIL
Oliver Andrews	NIL	NIL	NIL	NIL
Mrs. Foluke Abdulrazaq	NIL	NIL	NIL	NIL
Mrs. Owen Omogiafo	12,634,188	0.03	12,634,188	0.03
Total	987,742,239	2.42	987,742,239	2.42
Other Influential Shareholdings				
	30-Jun-22		30-Jun-21	
Description	Units	Holders %	Units	Unit %
Stanbic Ibt Nominees Nigeria Ltd/Co04-MAI	403,397,521	0.99	403,397,521	0.99
Adenuga Mike	349,999,998	0.86	349,999,998	0.86
Total	753,397,519	1.85	753,397,519	1.85
Free Float in Units and Percentage	35,144,202,540	0.86	35,144,202,540	0.86
Free Float in Value	N43,227,369,124		N31,629,782,286	

DECLARATION

A) Transcorp Plc with a free float percentage of 86.46% (N43,227,369,124) as at June 30, 2022, is compliant with The Exchange's free float requirements for companies listed on the Main Board.

32 Subsequent events

No subsequent event after the balance sheet date came to the notice of the directors, which would materially affect the position shown by the financial statements on the balance sheet date.