



Tel: +234 1 4483050-9  
+234 (0) 903 644 0755  
bdonig@bdo-ng.com  
www.bdo-ng.com

ADOL House  
15 CIPM Avenue  
Central Business District  
Alausa, Ikeja  
P.O.Box 4929, GPO, Marina  
Lagos, Nigeria

**CFS FINANCIAL SERVICES LIMITED**  
**SUMMARY FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**  
**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021**

	2021 N'000	2020 N'000
<b>Assets</b>		
Cash and cash equivalents	1,229,142	925,806
Loans and receivables	1,573,027	1,543,817
Advances under finance lease	339,945	454,691
Other receivables and prepayments	32,527	156,869
<b>Financial assets:</b>		
- Fair value through profit or loss	52,431	3,524
- Fair value through other comprehensive income	21,250	21,250
Intangible assets	8,184	10,365
Property, plant and equipment	170,778	156,984
Deferred tax asset	40,024	40,024
<b>Total Assets</b>	<b>3,467,308</b>	<b>3,313,330</b>
<b>Liabilities</b>		
Financial liabilities at amortised cost	1,907,896	1,878,318
Provisions and other liabilities	296,162	209,036
Current income tax liabilities	31,483	37,988
<b>Total Liabilities</b>	<b>2,235,541</b>	<b>2,125,342</b>
<b>Net Assets</b>	<b>1,231,767</b>	<b>1,187,988</b>
<b>Share capital</b>	<b>703,113</b>	<b>703,113</b>
Share premium	63,159	63,159
Statutory reserve	218,909	189,956
Regulatory credit risk reserve	196,524	79,266
Fair value through other comprehensive income reserves	-	-
Revenue reserve	50,062	152,493
<b>Total equity</b>	<b>1,231,767</b>	<b>1,187,988</b>

**INDEPENDENT AUDITORS REPORT**  
**TO THE SHAREHOLDERS OF CFS FINANCIAL SERVICES LIMITED**

**Report on summary Financial Information**

**Opinion**

The summary financial information, which comprises the statement of financial position as at 31 December 2021, and the statement of profit or loss and other comprehensive income are derived from the audited financial statements of CFS Financial Services Limited for the year ended 31 December 2021.

In our opinion, the accompanying summary financial information is consistent, in all material respects, with the audited financial statements, prepared in accordance with the Companies and Allied Matters Act, 2020, the Financial Reporting Council of Nigeria, Act No 6, 2011, the respective provisions of the Banks and Other Financial Institutions Act, 2020, and all relevant circulars issued by the Central Bank of Nigeria.

**Summary Financial Information**

The summary financial information does not contain all the disclosures required by the International Accounting Standards Board, and in compliance with the relevant provisions of the Financial Reporting Council of Nigeria Act, No 6, 2011 and the Companies and Allied Matters Act, 2020, the respective provisions of the Banks and Other Financial Institutions Act, 2020, all relevant circulars issued by the Central Bank of Nigeria. Reading the summary financial information and the auditors' report thereon, therefore, is not a substitute for reading the audited financial statements and the auditors' report thereon.

**The Audited Financial Statements and Our Report thereon**

We expressed an unmodified audit opinion on the audited financial statements in our report dated 17 March 2022.

**Directors' Responsibility for the Summary Financial Information**

The directors are responsible for the preparation of the summary financial information in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board, and in compliance with the relevant provisions of the Financial Reporting Council of Nigeria Act, No 6, 2011 and the Companies and Allied Matters Act, 2020, the respective provisions of the Banks and Other Financial Institutions Act, 2020, and all relevant circulars issued by the Central Bank of Nigeria.

**Auditor's Responsibility**

Our responsibility is to express an opinion on whether the summary financial information is consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

**Report on Other Legal and Regulatory Requirements**

In accordance with our full audit report, we confirm that we did not report any exception under the sixth schedule of the Companies and Allied Matters Act, 2020. Also, the Company did not pay penalties for contravention of any provisions of the Companies and Allied Matters Act, 2020, the Banks and Other Financial Institutions Act, 2020, and all relevant circulars issued by the Central Bank of Nigeria.

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 N'000	2020 N'000
Interest income	576,971	624,738
Fee Income	32,825	26,263
Interest expense	(253,262)	(274,884)
<b>Net interest income</b>	<b>356,534</b>	<b>376,117</b>
Impairment on loans and receivables	(57,853)	-
Impairment on advances under finance lease	-	(108,233)
Net loss on derecognition of financial assets measured at FVTOCI	-	(1,289)
<b>Net interest income after impairment charges for credit losses</b>	<b>298,681</b>	<b>266,595</b>
Other operating income	32,880	43,784
Operating expenses	(156,991)	(141,740)
Depreciation of property, plant and equipment	(26,224)	(25,183)
Amortization of intangible assets	(2,181)	(2,184)
Personnel expenses	(59,056)	(31,890)
	(211,572)	(157,213)
Finance income	41,344	24,253
Finance expenses	-	-
<b>Net finance income</b>	<b>41,344</b>	<b>24,253</b>
<b>Profit before tax</b>	<b>128,453</b>	<b>133,635</b>
Taxation	(31,944)	(38,449)
<b>Profit after tax</b>	<b>96,509</b>	<b>95,186</b>
Other comprehensive income	-	-
<b>Total comprehensive income</b>	<b>96,509</b>	<b>95,186</b>
<b>Basic earnings per share (kobo)</b>	<b>0.14</b>	<b>0.14</b>



Lagos, Nigeria  
17 March 2022

Chief Financial Officer  
Irene Collins-Oputa  
FRC/2013/ICAN/00000004968

Chief Executive Officer  
Bukola Ogunniranye  
FRC/2013/ICAN/00000004490

Director  
O. Olubunmi Sowande  
FRC/2013/ICAN/00000004580

Olugbemiga A. Akibayo  
FRC/2013/ICAN/00000001076  
For: BDO Professional Services  
Chartered Accountants

BDO Professional Services, a firm of Chartered Accountants registered in Nigeria, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

Partners: E. Olaseinde Olabisi, Olugbemiga A. Akibayo, Kamar Salami, Henry B. Omodigbo, Gideon Adewale, Olusegun Agbana-Anibaba  
BN: 170585