

Group Financials

RED STAR EXPRESS PLC

**UNAUDITED FIRST QUARTER FINANCIAL REPORT
FOR THE PERIOD ENDED 30th June 2014**

Red Star Express



Red Star Freight Ltd

Subsidiary of Red Star Express Plc



Red Star Logistics Ltd

Subsidiary of Red Star Express Plc



Red Star Support Services Ltd

Subsidiary of Red Star Express Plc



RED STAR EXPRESS PLC**UN AUDITED FINANCIAL HIGHLIGHTS
FOR THE PERIOD ENDED 30th June, 2014****MAJOR PROFIT AND LOSS ACCOUNT ITEMS**

	GROUP		THE COMPANY	
	2014	2013	2014	2013
	JUNE	JUNE	JUNE	JUNE
	2014	2013	2014	2013
	30/06/2014	30/06/2013	30/06/2014	30/06/2013
	N' 000	N' 000	N' 000	N' 000
TURNOVER	1,586,760	1,428,054	932,920	917,812
PROFIT BEFORE TAX	125,028	137,583	56,848	73,812
PROFIT AFTER TAX	87,520	96,308	39,794	51,669

MAJOR BALANCE SHEET ITEMS

	GROUP		THE COMPANY	
	2014	2014	2014	2014
	JUNE	MARCH	JUNE	MARCH
	30/06/2014	30/06/2013	30/06/2014	30/06/2013
	N' 000	N' 000	N' 000	N' 000
TOTAL ASSETS	3,591,885	3,446,945	2,712,015	2,649,642
SHAREHOLDERS FUND	1,990,240	1,902,719	1,564,414	1,524,620
SHARE CAPITAL	294,748	294,748	294,748	294,748
SHARE PREMIUM	296,433	296,433	296,433	296,433
REVENUE RESERVE	1,399,059	1,311,538	973,233	933,439

INFORMATION PER 50 KOBO ORDINARY SHARE

	GROUP		THE COMPANY	
	2014	2014	2014	2014
	JUNE	MARCH	JUNE	MARCH
	2014	2014	2014	2014
NO OF ORDINARY SHARES	589,497	589,497	589,497	589,497
NET ASSET (N)	1,990,240	1,902,719	1,564,414	1,524,620
EARNINGS PER SHARE (KOBO)	15	16	7	9
NET ASSET PER SHARE(KOBO)	338	323	265	259

RED STAR EXPRESS PLC

UN AUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30th June, 2014

	Note	The Group		The Company	
		Jun-14 N'000	March 14 N'000	Jun-14 N'000	March 14 N'000
ASSETS					
Non Current Assets					
Property, plant and equipments	7	1,083,680	1,064,599	556,286	543,635
Intangible Assets	9	11,159	10,698	10,328	10,351
Long Term Prepayments	12	6,153	11,938	6,153	11,939
Financial Assets Available for Sale	8	1,193	1,193	285,258	285,258
Deposit for shares		1,500	1,500	1,500	1,500
Employee Benefit asset	16	-	-	-	-
Total Non Current Assets		1,103,684	1,089,928	859,524	852,682
Current Assets					
Inventories	10	57,936	59,642	54,996	57,203
Trade debtors	11	1,404,213	1,289,687	908,186	854,584
Other debtors and prepayments	12	409,678	398,372	299,768	311,156
Due from related company	26			56,162	23,755
Cash and cash equivalents	13	616,374	609,316	533,377	550,262
Total Current Assets		2,488,201	2,357,017	1,852,491	1,796,960
TOTAL ASSETS		3,591,885	3,446,945	2,712,015	2,649,642
EQUITY AND LIABILITIES					
LIABILITIES					
Non-current liabilities					
Deferred taxation	15	131,456	131,456	33,191	33,190
Term Loan		84,462	90,644		
Provision for liabilities and charges					
Employee Benefit Liabilities		19,516	10,429	15,095	10,429
Total Non Current Liabilities		235,434	232,529	48,286	43,619
Current liabilities					
Trade creditors		265,392	265,910	268,381	265,910
Other creditors and accruals	14	867,459	849,935	554,962	618,853
Due to related companies	26			132,233	69,955
Income tax liabilities	6	233,360	195,852	143,739	126,685
Total Current Liabilities		1,366,211	1,311,697	1,099,315	1,081,403
TOTAL LIABILITIES		1,601,645	1,544,226	1,147,602	1,125,022
Equity					
Share capital		294,748	294,748	294,748	294,748
Share premium		296,433	296,433	296,433	296,433
General reserve		1,399,059	1,311,538	973,233	933,439
Total Equity		1,990,240	1,902,719	1,564,414	1,524,620
TOTAL EQUITY AND LIABILITIES		3,591,885	3,446,945	2,712,015	2,649,642

The consolidated financial statements on pages - to - were approved by the Board of Directors on -----
and signed on its behalf by:

_____)
_____)
_____) **Directors**
_____)
_____)

The accounting policies on pages - to - and the explanatory notes on pages - to - form part of these consolidated financial statements.

RED STAR EXPRESS PLC

STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30th JUNE, 2014

NOTE	GROUP		THE COMPANY	
	Jun-14 N	Mar' 2014 N	Jun-14 N	Mar' 2014 N
Cash flows from operating activities:				
Cash receipts from customers	1,512,473	6,268,148	720,246	3,916,577
Payment to suppliers and employees	(1,386,435)	(5,352,450)	(666,170)	(3,276,789)
Cash generated from operating activities	126,038	915,698	54,076	639,788
VAT (NET)		(148,340)	(16,434)	(126,722)
Withholding Tax credit utilised		-		-
Taxes paid	-	(61,320)	-	(12,362)
Net cash provided by operating activities	104,319	706,038	37,641	500,704
Cash flows from investing activities:	-	-	-	-
Interest received	4,507	18,014	451	17,195
Dividend received	-	-	-	82,513
Proceeds from sale of PPE	675	3,197	675	2,901
Purchase of Intangible assets	(2,826)	(2,524)	(2,300)	(2,024)
Acquisition of PPE	(88,562)	(438,982)	(53,351)	(176,246)
Increase in investment	-	-	-	(77,061)
Net cash provided by investing activities	(86,206)	(420,295)	(54,525)	(152,722)
Cash flows from financing activities:	-	-	-	-
Proceeds from issue of share capital	-	-	-	-
Proceeds from Long term borrowings	-	-	-	-
Proceeds of Share premium	-	-	-	-
Term Loan repayment	(6,182)	(23,868)	-	-
Interest Paid	(4,873)	(20,767)	-	-
Dividend paid	-	(147,380)	-	(147,380)
Net cash provided by financing activities	(11,056)	(192,015)	-	(147,380)
Net (decrease)/increase in cash and cash equivalents	7,058	93,728	(16,884)	200,602
Cash and cash equivalents at the beginning of the year	609,316	515,588	550,262	349,660
Cash and cash equivalents at the end of the year	616,374	609,316	533,377	550,262

RED STAR EXPRESS PLC
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	The Group		The Company	
	Jun-14 2014 N'000	March 2014 N'000	Jun-14 2014 N'000	March 2014 N'000
SHARE CAPITAL				
Authorised				
1,000,000,000 ordinary shares of 50 kobo each	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Issued and fully paid				
589,496,760 ordinary shares of 50 kobo each	<u>294,748</u>	<u>294,748</u>	<u>294,748</u>	<u>294,748</u>
GENERAL RESERVE				
At the beginning of the year	1,311,538	1,130,193	933,439	823,958
Profit and loss account	87,520	403,634	39,794	331,770
Other comprehensive Income		(30,603)	-	(30,603)
Transfer to RSE Foundation	-	(3,047)	-	(3,047)
Effects of changes in estimated useful Life of PPE		-		-
Acturial Loss on defined benefit plan		-		-
Dividend declared (Note 18.2)	-	(188,639)	-	(188,639)
At the end of the year	<u>1,399,058</u>	<u>1,311,538</u>	<u>973,233</u>	<u>933,439</u>

Notes to the Accounts (Statement of Comprehensive Income)

FOR THE PERIOD ENDED 30th June, 2014

	The Group		The Company	
	Jun'2014	Jun'2013	Jun'2014	Jun'2013
	N'000	N'000	N'000	N'000
1 TURNOVER				
Turnover	1,586,760	1,428,054	932,920	917,812
	<u>1,586,760</u>	<u>1,428,054</u>	<u>932,920</u>	<u>917,812</u>
2 OTHER OPERATING INCOME				
a. Other Income				
Insurance Claim	2,795	6,863	2,795	1,368
Profit on Disposals of fixed Assets	675	-	675	-
Exchange gain	2,010	-	2,010	-
Other Sundry income	1,840	925	-	-
Bad debt recovered	-	-	-	-
Interest received	-	-	-	-
	<u>7,321</u>	<u>7,788</u>	<u>5,481</u>	<u>1,368</u>
b. Investment Income				
Related Company Dividend	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER OPERATING INCOME	<u>7,321</u>	<u>7,788</u>	<u>5,481</u>	<u>1,368</u>
	The Group		The Company	
	Jun'2014	Jun'2013	Jun'2014	Jun'2013
	N'000	N'000	N'000	N'000
3 COST OF SALES				
Staff cost	294,146	249,374	138,522	138,846
Pension	11,824	9,780	5,062	4,844
Gratuity	13,805	13,626	10,576	10,576
Medical	38,380	30,846	13,544	12,324
Training	4,421	3,652	2,876	2,744
International delivery costs	177,156	181,292	140,944	148,721
Domestic freight	211,051	168,575	129,159	107,101
Vehicle running costs	163,191	141,439	43,087	48,226
Agent costs	51,809	49,920	51,636	49,589
Local transport	65,638	58,901	54,169	44,174
Clearing and documentation charges	25,151	25,065	14,247	16,354
Rents and rates of outlets	16,091	21,576	12,790	17,131
Insurance	11,008	10,774	4,969	5,959
Depreciation	53,715	26,707	26,328	12,740
Repairs and maintenance	25,168	24,500	19,823	18,054
	<u>1,162,553</u>	<u>1,016,027</u>	<u>667,730</u>	<u>637,386</u>

	The Group		The Company	
	Jun'2014	Jun'2013	Jun'2014	Jun'2013
	N'000	N'000	N'000	N'000
Administration Costs				
3.1 Administrative & other Expenses				
Repairs and maintenance	23,316	19,708	21,168	17,725
Transportation and travelling costs	9,437	15,183	8,134	11,946
Legal and professional charges	10,053	9,373	9,178	7,838
Publicity and promotion	9,242	7,428	6,087	4,843
Communication and telephone	12,876	16,620	11,791	15,565
Printing and stationery	18,858	18,196	16,225	14,887
Subscriptions and donations	7,623	6,810	6,098	5,414
Audit fee	4,225	5,800	3,250	3,000
Medical	9,595	7,712	3,386	3,081
Power and water	21,579	21,590	21,336	21,216
Rent and rates	-	-	-	-
Licence and registration	-	-	-	-
Office protection services	8,986	9,245	5,906	6,086
Hotel accommodation and entertainment	10,141	8,566	8,808	7,323
Insurance	2,752	2,694	1,242	1,490
Training	1,105	913	719	686
Newspaper and periodicals	488	816	428	782
Provision for doubtful trade debts	22,138	18,625	14,013	15,000
Non Current Assets written off	-	-	-	-
Exchange loss	-	-	-	-
Loss on disposal of Non Current Assets	-	-	-	-
Annual general meeting expenses	5,105	4062	2,830	2,417
	<u>177,520</u>	<u>173,341</u>	<u>140,598</u>	<u>139,299</u>
3.2 Personnel Expenses				
Directors' emoluments	17,533	16,665	13,133	12,920
Staff costs	86,156	73,042	40,574	40,669
	<u>103,690</u>	<u>89,707</u>	<u>53,707</u>	<u>53,589</u>
3.3 Pension & Gratuity				
Pension	2,956	2,445	1,265	1,211
Gratuity	3,451	3,406	2,644	2,644
	<u>6,407</u>	<u>5,851</u>	<u>3,910</u>	<u>3,855</u>
3.4 Finance Income/ Finance Costs				
Interest Received	4,507	4,304	4,507	4,019
Finance Cost - Bank charges and commission	5,264	4,312	3,420	3,450
	<u>(757)</u>	<u>(8)</u>	<u>1,087</u>	<u>570</u>
3.5 Depreciation & Amortisation				
Depreciation charge	<u>18,126</u>	<u>13,325</u>	<u>16,695</u>	<u>11,809</u>

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30th JUNE, 2014

6. TAXATION	The Group		The Company	
	Jun'2014 N'000	Jun'2013 N'000	Jun'2014 N'000	Jun'2013 N'000
.1 Statement of Comprehensive Income				
Income tax	37,508	41,275	17,054	22,144
Education tax	-	-	-	-
Irrecoverable WHT	-	-	-	-
	<u>37,508</u>	<u>41,275</u>	<u>17,054</u>	<u>22,144</u>
Deferred taxation (Note 15)				
	<u>37,508</u>	<u>41,275</u>	<u>17,054</u>	<u>22,144</u>

.2 Statement of Financial Position	The Group		The Company	
	Jun'2014 N'000	Mar'2014 N'000	Jun'2014 N'000	Mar'2014 N'000
At the beginning of the year	195,852	233,220	126,685	119,810
Charge for the year	37,508	181,012	17,054	108,182
Payments during the year	-	(61,320)	-	(12,362)
Withholding tax credit utilised (Note 12.1)	-	(157,060)	-	(88,945)
At the end of the year	<u>233,360</u>	<u>195,852</u>	<u>143,739</u>	<u>126,685</u>

- .3 The charge for income tax in these consolidated financial statements is based on the provisions of the Companies Income Tax Act, CAP C21, LFN 2004 as amended to date. Education tax is based on the provisions of the Education Tax Act, CAP E4, LFN 2004.

At 30th Jun, 2014	-	30,158	24,659	108,280	122,222	219,884	107,174	32,559	-	644,939	26,733
		-			-						
Net book value		-		-							
At 30th Jun, 2014	143,036	316,729	41,594	256,815	194,470	(2,099)	97,124	17,520	18,495	1,083,680	11,159

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30th JUNE, 2014

	The Group		The Company	
	Jun'2014 N'000	Mar'2014 N'000	Jun'2014 N'000	Mar'2014 N'000
8. FINANCIAL ASSETS AVAILABLE FOR SALE				
a. Quoted Equities				
Nemeith International Pharmaceuticals Plc				
822,743 ordinary shares of 50 Kobo each				
Market value - N929,700 (2012: N1,522,075).	2,057	2,057	2,057	2,057
	<u>2,057</u>	<u>2,057</u>	<u>2,057</u>	<u>2,057</u>
Provision for diminution in investment	(864)	(864)	(864)	(864)
	<u>1,193</u>	<u>1,193</u>	<u>1,193</u>	<u>1,193</u>
	-	-	-	-
9 Investment in subsidiaries:				
	% Holding			
Investment in Red Star Freight Limited	100		10,000	10,000
Investment in Red Star Supports Services Lin	100		49,065	49,065
Investment in Red Star Logistics Limited	100		225,000	225,000
			<u>284,065</u>	<u>284,065</u>
			<u>1,193</u>	<u>1,193</u>
			<u>285,258</u>	<u>285,258</u>
10. STOCKS				
Stationeries and packaging materials	50,894	53,597	47,955	51,158
Fuel and oil	7,042	6,045	7,042	6,045
Spare parts	-	-	-	-
Provision for obsolete stock	-	-	-	-
	<u>57,936</u>	<u>59,642</u>	<u>54,996</u>	<u>57,203</u>
11. TRADE DEBTORS				
Trade debtors	1,544,533	1,430,005	1,006,251	952,648
Provision for doubtful debts	(140,320)	(140,318)	(98,064)	(98,064)
	<u>1,404,213</u>	<u>1,289,687</u>	<u>908,186</u>	<u>854,584</u>

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30th JUNE, 2014

	The Group		The Company	
	Jun'2014	Mar'2014	Jun'2014	Mar'2014
	N'000	N'000	N'000	N'000
12. OTHER DEBTORS AND PREPAYMENTS				
Prepayments	109,669.72	41,405	80,791	32,684
Unutilised withholding tax receipts	128,519	150,410	92,673	140,545
Other debtors	21,594	87,099	31,130	70,934
Advances to Staff	149,896	119,458	95,174	66,993
				-
	409,678	398,372	299,768	311,156
12.1 Long Term Prepayments				
Prepayments	6,153	11,938	6,153	11,938
	6,153	11,938	6,153	11,938
12.2 Unutilised withholding tax receipts				
At the beginning of the year	101,137	36,245	93,008	31,604
Withholding tax receipts during the year	105,040	199,897	77,323	155,778
Withholding tax credit utilised (Note 7.2)	-	(135,005)	-	(94,374)
At the end of the year	206,177	101,137	170,331	93,008
13. Cash, Bank balances and other equivalents				
Cash balances	5,290	1,930	5,247	1,915
Cash-in-transit	56,262	29,941	53,571	28,990
Bank balances	236,674	231,957	161,412	173,869
Business Deposits	318,148	345,488	313,148	345,488
	616,374	609,316	533,377	550,262
	616,374	609,316	533,377	550,262
14. OTHER CREDITORS AND ACCRUALS				
Accruals	426,495	333,321	231,372	215,362
Customers deposit		98,739		98,739
Agents clearing charges	24,911	38,566	24,911	38,566
Withholding Taxes	39,907	44,339	31,474	35,816
Value added tax	140,386	108,223	91,071	64,891
Staff pension accruals (Note 14.1)	40,177	42,206	940	699
Un-claimed Dividend	114,556	114,570	114,556	114,570
Other creditors	81,028	69,971	60,637	50,210
	867,459	849,935	554,962	618,853
14.1 Staff pension accruals				
At the beginning of the year	42,206	40,033	699	9,563
Provision for the year	30,235	112,660	12,979	51,287
Payments and remittances	(32,265)	(110,487)	(12,738)	(60,151)
At the end of the year	40,177	42,206	940	699
15. DEFERRED TAXATION				
At the beginning of the year	131,456	112,211	33,191	40,543
Charge for the year		26,598		-
Write-back	-	(7,353)	-	(7,353)
At the end of the year	131,456	131,456	33,191	33,190

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30th JUNE, 2014

	<u>The Group</u>		<u>The Company</u>	
	2014 Jun-14 N'000	2014 Mar' 2014 N'000	2014 Jun-14 N'000	2014 Mar' 2014 N'000
19. RECONCILIATION OF NET PROFIT AFTER TAXATION TO CASH PROVIDED BY OPERATING ACTIVITIES				
Net profit after taxation	<u>87,520</u>	<u>403,634</u>	<u>39,794</u>	<u>331,770</u>
Adjustment to reconcile net income to net cash provided by operating:				
Depreciation	71,846	211,391	43,024	114,044
Interest income	(4,507)	(18,014)	(4,507)	(17,195)
Interest paid	4,873	20,767	-	-
Provision for diminution in investments	864	-	864	-
Profit on disposal of fixed assets	(675)	(2,951)	(675)	(2,901)
Loss on disposal of investment	-	-	-	-
Adjustment to investment	-	-	-	-
Adjustment to fixed assets	-	-	-	-
Gain - Acturial valuation	-	-	-	-
Dividend received	-	-	-	(82,513)
Changes in assets and liabilities:				
(Increase)/decrease in stocks	1,706	(7,259)	2,207	(6,481)
(Increase)/decrease in trade debtors	(114,526)	(8,838)	(53,602)	70,521
(Increase)/Decrease in other debtors and prepayments	(11,306)	(103,354)	11,388	(90,652)
Decrease/(increase) in due from related companies		-	(32,407)	64,509
Decrease/(increase) in Long term Loans	6,182	-		
(Decrease)/increase in trade creditors	(518)	56,277	2,471	56,277
Increase/(decrease) in other creditors	16,264	163,083	(54,912)	95,049
Increase/(decrease) in due to related companies		-	62,278	(40,671)
(Decrease)/increase in taxation	37,508	(37,368)	17,054	6,875
(Decrease)/increase in deferred taxation	-	19,245	-	(7,353)
Increase/(decrease) in employee benefits	<u>9,087</u>	<u>9,425</u>	<u>4,666</u>	<u>9,425</u>
	<u>16,799</u>	<u>302,404</u>	<u>(2,152)</u>	<u>168,934</u>
Net cash provided by operating activities	<u><u>104,319</u></u>	<u><u>706,038</u></u>	<u><u>37,642</u></u>	<u><u>500,704</u></u>

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30th JUNE, 2014

	The Group		The Company	
	Jun'2014 N'000	March '14 N'000	Jun'2014 N'000	March '14 N'000
20. RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Cash balances	5,290	5,276	5,247	5,240
Cash-in-transit	56,262	36,780	53,571	36,326
Bank balances	236,674	202,045	161,412	82,459
Short term deposits	318,148	271,487	313,148	225,635
	616,374	515,588	533,377	349,660

21. EMPLOYMENT AND EMPLOYEES

.1 Staff

Average number of persons employed in the financial year under review and the staff costs were as follows:

	Number	Number	Number	Number
Managerial	6	6	5	5
Senior staff	48	46	36	36
Supervisors	207	196	62	67
Junior staff	1,543	1,293	188	189
	1,804	1,541	291	297

Staff costs:

Salaries, wages and other benefits	428,277	1,571,670	185,357	792,380
Staff pension and gratuity	32,036	123,254	19,548	77,681
	460,313	1,694,924	204,905	870,061

.2 Employees remunerated at higher rates, excluding allowances:

N		N	Number	Number	Number	Number
140,001	-	210,000	1,541	1,291	186	187
210,001	-	360,000	207	196	62	67
360,000	-	900,000	48	46	36	36
900,001	-	1,700,000	6	6	5	5
1,700,001	-	2,011,000	2	2	2	2

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30th JUNE, 2014

22. Compensation of key management personnel of Red Star Express

	The Group		The Company	
	2014 N'000	2013 N'000	2014 N'000	2013 N'000
.1 Fees and sitting Allowances	2,159	8,635	2,159	8,635
Executive compensation	1,861	7,088	1,861	7,088
Other Directors and benefits	3,419	13,025	3,419	13,025
	7,438	28,748	7,438	28,748

Fees and emoluments disclosed above include amount paid to:

	N'000	N'000	N'000	N'000
Chairman	409	1,635	409	1,635
The highest paid Director earned	2,908	11,632	2,908	11,632

.2 The number of Directors excluding the Chairman whose emoluments were within the following ranges were:

N	N	Number	Number	Number	Number
390,001 -	400,000	-	-	-	-
530,001	540,000	5	5	5	5
4,600,001 and	above	2	2	2	2

23. GUARANTEES AND OTHER FINANCIAL COMMITMENTS

.1 Contingent liabilities

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.2 Financial commitments

The Directors are of the opinion that all known liabilities and commitments which are relevant in assessing the Company's state of affairs have been taken into account in the preparation of these consolidated financial statements under review.

.3 Performance Bond

The Company accepted a performance bond of N50 million (2012- N50 million) in favour of Nigeria Customs Service.

RED STAR EXPRESS PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30th JUNE, 2014

24. SUPPLIERS

The Company's significant suppliers are mainly local. Some of the major suppliers are:

Kungo-Rock Investments Limited
Chita Express Limited
Aegis Core Limited
Knight Pride Int'l Limited
Air France
British Airways

The Company is not associated with the suppliers.

25. POST BALANCE SHEET EVENTS

#####

26. RELATED PARTY TRANSACTIONS

a. Parent and ultimate controlling party

The consolidated financial statements include the financial statements of Red Star Express Plc and the subsidiaries listed below

	%
Red Star Retirement Benefit Scheme	100
Red Star Freight Limited	100
Red Star Logistics Limited	100
Red Star Supports Services Limited	100

b.

	<u>The Group</u>		<u>The Company</u>	
	Jun'2014 N'000	March 14 N'000	Jun'2014 N'000	March 14 N'000
Due from related company				
Red Star Freight Limited			24,860	1,787
Red Star Logistics Limited			31,303	21,968
			<u>56,162</u>	<u>23,755</u>
Due to related companies				
Red Star Freight Limited				
Red Star Supports Services Limited			132,233	69,955
			<u>132,233</u>	<u>69,955</u>

29 Segment Information											
The Group											
Segment Statement of Comprehensive Income											
	Courier		Freight		Logistics		Support services		Total		
	JUN-14	JUN-13	JUN-14	JUN-13	JUN-14	JUN-13	JUN-14	JUN-13	JUN-14	JUN-13	
Profit and Loss	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	
Revenue	932,920	917,812	63,416	53,422	229,184	224,485	361,241	237,829	1,586,760	1,428,054	
Total Revenue	932,920	917,812	63,416	53,422	229,184	224,485	361,241	237,829	1,586,760	1,428,054	
Finance Income	4,507	4,019	-	285	-	-	-	-	4,507	4,304	
Finance Charges	(3,420)	(3,450)	(650)	(203)	(162)	(5,287)	(1,032)	(440)	(5,264)	(4,312)	
Other Income	5,481	1,368	-	-	1,840	925	-	-	7,321	7,788	
Cost of Sales	(667,730)	(637,386)	(50,135)	(37,304)	(172,772)	(152,835)	(287,117)	(197,505)	(1,162,553)	(1,016,027)	
Depreciation & Amortisation	(16,695)	(11,809)	(54)	(77)	(1,288)	(1,327)	(89)	(112)	(18,126)	(13,325)	
Other Operating Expenses	(198,214)	(196,743)	(7,364)	(7,567)	(28,162)	(25,334)	(33,801)	(25,182)	(287,617)	(268,899)	
Profit before income tax	56,848	73,812	5,213	8,556	28,640	40,629	39,202	14,590	125,028	137,583	
Income tax expense	(17,054)	(22,144)	(1,564)	(2,567)	(7,130)	(12,189)	(11,760)	(4,377)	(37,508)	(41,275)	
Profit after tax	39,794	51,668	3,649	5,989	21,510	28,440	27,442	10,213	87,520	96,308	
	JUN-14	Mar'14	JUN-14	Mar'14	JUN-14	Mar'14	JUN-14	Mar'14	JUN-14	Mar'14	
Segment Statement of Financial Position	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	
Non Current Assets	859,524	852,682	528	581	295,096	372,093	137,827	148,637	1,103,684	1,089,928	
Current assets	1,852,491	1,796,960	96,590	91,372	398,821	383,299	266,254	179,080	2,488,201	2,357,017	
Total Assets	2,712,015	2,649,642	97,118	91,953	693,916	755,393	404,081	327,717	3,591,885	3,446,945	
Ordinary Share Capital	294,748	294,748	10,000	10,000	225,000	225,000	49,065	49,065	294,748	294,748	
Share Premium	296,433	296,433	-	-	-	-	-	-	296,433	296,433	
Retained Earnings	973,233	933,439	52,077	48,428	251,192	229,682	112,900	85,458	1,399,059	1,301,745	
Non Current Liabilities	48,286	43,619	20	98	61,388	152,749	36,064	36,133	215,918	232,529	
Current liabilities	1,099,315	1,081,403	33,386	33,426	108,976	147,962	213,065	157,061	1,385,727	1,321,490	
Total Equity & Liabilities	2,712,015	2,649,642	95,483	91,953	646,557	755,393	411,093	327,717	3,591,885	3,446,945	
SULE UMAR BICHI									FRANCES AKPOMUKA		
MANAGING DIRECTOR									COMPANY SECRETARY		