

Nigeria Sovereign Investment Authority
Audited Condensed consolidated and separate
interim financial statements
for the three-month period ended 31 March 2024

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
For the three-month period ended 31 March 2024
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This interim report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2023 and any public announcements made by Nigeria Sovereign Investment Authority during the interim reporting period.

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
For the three-month period ended 31 March 2024
General Information

	Name	Designation
Board of Directors	Mr Farouk Mohammed Gumel*	Chairman
	Mr. Aminu Umar-Sadiq	Managing Director
	Mr. Kolawole Owodunni	Executive Director
	Mrs. Olubisi Makoju	Executive Director
	Mr. Babatunde Sobamowo*	Non-executive Director
	Mr. Isiekwena Ikemefuna Louis*	Non-executive Director
	Mr. Ali Gona Kadugum*	Non-executive Director
	Mr. Oniyangi Kabir Sulaiman*	Non-executive Director
	Dr. Ogechi Paschal-Ejiogu*	Non-executive Director

*Board dissolved by Federal Government of Nigeria on 19 June 2023

Registered office The Clan Place
4th Floor, Plot 1386A Tigris Crescent
Maitama
Abuja

Auditor Ernst & Young
10th Floor, UBA House
57, Marina
Lagos State

Secretary to the Authority Mrs. Ezinwa Okoroafor

Fund custodians JP Morgan Chase & Co (Global Custodian)
25 Bank Street
Canary Wharf
London, E14 5JP, United Kingdom

Stanbic IBTC Bank Limited (Local Custodian)
IBTC Place
2, Walter Carrington Crescent
Victoria Island
Lagos, Nigeria

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
For the three-month period ended 31 March 2024
Directors' report

1 Financial statements

The directors of the Authority present their report on the affairs of Nigeria Sovereign Investment Authority ('the Authority' or 'NSIA'), together with the financial statements of the Authority and the subsidiaries (known as "the Group") and independent auditor's review report for the three-month period ended 31 March 2024.

2 Principal activities

The Authority was established by the Nigeria Sovereign Investment Authority (Establishment etc.) Act, 2011 to manage excess funds from the country's sale of crude oil. This is performed through three (3) funds; Stabilisation Fund (SF), Nigeria Infrastructure Fund (NIF) and the Future Generation Fund (FGF). The Authority commenced operations in October 2012.

There have been no material changes to the nature of the Groups's business from the prior period.

3 Operating results

The following is a summary of the Group and Authority's operating results for the period:

	Group	Authority
	31 March	31 March
	2024	2024
	N'000	N'000
Total operating income	1,174,463,085	1,185,456,571
Total investment management and custodian fees	(1,915,378)	(1,498,597)
Impairment charge on financial assets	(718,541)	(718,541)
Total operating profit	1,171,829,166	1,183,239,433
Operating profit from infrastructure subsidiaries	811,357	-
Other income	2,704,358	2,331,769
Operating and administrative expenses	(2,889,449)	(1,850,450)
Interest expense	(161,965)	(161,965)
Share of profit of investments accounted for using the equity method	13,255,548	-
Profit for the period	1,185,549,015	1,183,558,787
Total comprehensive income for the period	1,181,075,689	1,182,165,154

4 Objective

NSIA is an autonomous entity established under the laws of the Federal Republic of Nigeria with broad mandates to:

- a) enhance the development of Nigerian infrastructure
- b) provide stabilisation support in times of economic stress, and
- c) carry out such other activities as may be related to the above objects.

5 Governance and management

The Act establishes a Governing Council (the Council) for the Authority. The Council comprises the following:

- a) The President of Nigeria (who may be represented by the Vice-President);
- b) Governors of Nigeria's 36 States; and
- c) Eighteen other appointees, including:
 - (i) Attorney-General of the Federation;
 - (ii) Minister of Finance;
 - (iii) Minister in charge of the National Planning Commission.

6 Employee health, safety and environment

The Authority enforces strict health and safety rules and practices in the work environment, which are reviewed and tested regularly. The Authority provides medical insurance for its employees through designated hospitals and clinics. Fire prevention and fire-fighting equipment are installed at strategic locations within the Authority's premises.


Mrs. Ezinwa Okoroafor
 General Counsel
 FRC/2016/PRO/00000015045

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
For the three-month period ended 31 March 2024
Statement of directors' responsibilities

The Nigeria Sovereign Investment Authority Act requires the preparation of quarterly reports of the financial affairs of the Authority and Group at the end of the period and of its profit or loss. The responsibility includes:


- a. ensuring that the Authority and Group keep proper accounting records that disclose, with reasonable accuracy, the financial position of the Authority and Group and comply with the requirements of the Nigeria Sovereign Investment Authority Act;
- b. designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; and
- c. preparing the Authority and Group's financial statements using suitable accounting policies supported by reasonable and prudent judgements and estimates that are consistently applied.

The directors accept responsibilities for the condensed consolidated and separate interim financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards and the requirements of the Nigeria Sovereign Investment Authority Act.

The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Authority and Group and of its profit or loss. The directors further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the directors to indicate that the Authority will not remain a going concern for at least twelve months from the date of this statement.

Signed on behalf of the board of directors by:



Mr. Aminu Umar-Sadiq
Managing Director
FRC/2021/PRO/IODN/002/00000025004



Mr. Kolawole Owodunni
Director
FRC/2023/PRO/DIR/003/923440

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
Consolidated statement of comprehensive income
For the three-month period ended 31 March 2024

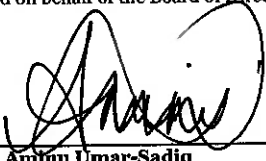
		Group	Group	Authority	Authority
		31 March	31 March	31 March	31 March
		2024	2023	2024	2023
	<i>Notes</i>	N '000	N '000	N '000	N '000
Interest income on financial assets at amortised cost	6	17,320,136	7,015,493	16,755,699	7,358,919
Interest income on financial assets at FVOCI	7	469,558	-	469,558	-
Interest income on financial assets at FVTPL	8	22,614,294	13,006,761	22,614,294	12,772,288
Investment income	9	9,652,879	1,119,844	7,028,667	1,154,050
Net gain on financial assets	10	573,834,696	29,516,376	573,434,668	29,504,996
Net foreign exchange gain	11	550,571,522	13,427,575	565,153,685	13,318,435
Total operating income		1,174,463,085	64,086,049	1,185,456,571	64,108,688
Investment management fees		(1,779,564)	(497,071)	(1,362,783)	(432,708)
Global and local custodian fees		(135,814)	(45,523)	(135,814)	(45,523)
Total investment management and custodian fees		(1,915,378)	(542,594)	(1,498,597)	(478,231)
Impairment write back/(charge) on financial assets	12	(718,541)	(675,283)	(718,541)	(675,283)
Total operating profit		1,171,829,166	62,868,172	1,183,239,433	62,955,174
Infrastructure operating revenue	13	1,277,306	930,349	-	-
Infrastructure operating expenses	14	(465,949)	(294,538)	-	-
Operating profit from infrastructure subsidiaries		811,357	635,811	-	-
Other income		2,704,358	1,137,906	2,331,769	1,104,667
Operating and administrative expenses		(2,889,449)	(1,897,726)	(1,850,450)	(1,284,571)
Interest expense		(161,965)	(900)	(161,965)	(900)
Share of profit of investments accounted for using the equity method	21	13,255,548	844,829	-	-
Profit before taxation from continuing operations		1,185,549,015	63,588,092	1,183,558,787	62,774,370
Taxation		-	-	-	-
Profit for the period from continuing operations		1,185,549,015	63,588,092	1,183,558,787	62,774,370
Profit for the period		1,185,549,015	63,588,092	1,183,558,787	62,774,370
Other comprehensive income:					
Items that may be reclassified to profit or loss					
Net change in fair value of financial assets at FVOCI	27.2	(1,393,633)	75,960	(1,393,633)	75,960
Share of other comprehensive loss of associates and joint venture	21	(96,339)	(21,583)	-	-
Exchange differences on translating foreign operations	27.3	(2,983,354)	(90,028)	-	-
Other comprehensive income for the period		(4,473,326)	(35,651)	(1,393,633)	75,960
Total comprehensive income for the period		1,181,075,689	63,552,441	1,182,165,154	62,850,330
Profit/(loss) attributable to:					
Owners of NSIA		1,185,540,496	63,591,008	1,183,558,787	62,774,370
Non-controlling interest		8,519	(2,916)	-	-
Total comprehensive income/(loss) attributable to:		1,185,549,015	63,588,092	1,183,558,787	62,774,370
Owners of NSIA		1,181,067,170	63,555,357	1,182,165,154	62,850,330
Non-controlling interest		8,519	(2,916)	-	-
Total comprehensive income/(loss) attributable to:		1,181,075,689	63,552,441	1,182,165,154	62,850,330

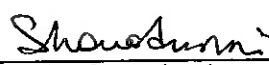
The accompanying notes on pages 9 to 23 form an integral part of these condensed consolidated and separate financial statements.

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
Statements of financial position as at 31 March 2024

		Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Assets					
Cash and cash equivalents	15	421,532,252	547,425,983	418,099,698	546,395,553
Investment securities	16	2,911,309,957	1,349,770,243	2,691,980,847	1,213,696,640
Loans and debts financing	17	25,147,937	21,293,934	4,221,947	7,753,092
Other assets and receivables	18	87,062,136	266,262,970	404,272,355	453,562,021
Inventories	19	206,487	194,443	-	-
Investment in subsidiaries	20	-	-	9,000	9,000
Investments accounted for using the equity method	21	81,586,952	68,427,743	10,614,500	10,614,500
Right of use asset	22	251,032	184,112	97,802	28,146
Property and equipment	23	25,317,038	5,296,065	1,122,914	1,254,433
Intangible assets	24	89,828	93,821	61,239	62,900
Total assets		3,552,503,619	2,258,949,314	3,530,480,302	2,233,376,285
Liabilities					
Other liabilities	25	17,440,832	11,564,699	19,164,404	10,511,470
Current income tax payable	26	951,007	642,977	-	-
Borrowings		-	24,533,176	-	24,533,176
Total liabilities		18,391,839	36,740,852	19,164,404	35,044,646
Equity					
Equity attributable to equity holders of parent					
Contribution by Government	27	499,178,847	368,359,739	499,178,847	368,359,739
Retained earnings	27.1	3,040,788,736	1,855,239,721	3,006,978,319	1,823,419,535
Fair value reserve	27.2	6,941,374	8,431,344	5,158,732	6,552,365
Foreign currency translation reserve	27.3	(12,888,838)	(9,905,484)	-	-
		3,534,020,119	2,222,125,320	3,511,315,898	2,198,331,639
Non-controlling interest	27.4	91,661	83,142	-	-
		3,534,111,780	2,222,208,462	3,511,315,898	2,198,331,639
Total equity and liabilities		3,552,503,619	2,258,949,314	3,530,480,302	2,233,376,285

Signed on behalf of the Board of Directors on July 2024 by:


Mr. Aminu Umar-Sadiq
 Managing Director
 FRC/2021/PRO/IODN/002/00000025004


Mr. Kolawole Owodunni
 Director
 FRC/2023/PRO/DIR/003/923440

The accompanying notes on pages 9 to 23 form an integral part of these condensed consolidated and separate financial statements.

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
Statement of changes in equity
For the three-month period ended 31 March 2024

	Contribution by Government N '000	Share Premium	Foreign currency translation reserve N '000	Fair value reserve N '000	Retained earnings N '000	Non-controlling interest N '000	Total equity N '000
Group							
Balance at 1 January 2023	347,375,000	1,994,698	(6,969,557)	5,944,329	668,493,603	(149,140)	1,016,688,933
Profit/(loss) for the period	-	-	-	-	63,588,092	(2,916)	63,585,176
Reclassification of share premium	-	(1,994,698)	-	-	-	-	(1,994,698)
Currency translation differences	-	-	(90,028)	-	-	-	(90,028)
Net change in fair value of financial assets FVOCI	-	-	-	75,960	-	-	75,960
Share of other comprehensive income of associates and joint venture	-	-	-	(21,583)	-	-	(21,583)
Total other comprehensive income for the period	-	(1,994,698)	(90,028)	54,377	-	-	(35,651)
Total comprehensive income for the period	-	(1,994,698)	(90,028)	54,377	63,588,092	(2,916)	63,549,525
Balance at 31 March 2023	347,375,000	-	(7,059,585)	5,998,706	732,081,695	(152,056)	1,078,243,760
Group 31 March 2024							
Group							
Balance at 1 January 2024	368,359,739	-	(9,905,484)	8,431,344	1,855,239,721	83,142	2,222,208,462
Profit for the period	-	-	-	-	1,185,549,015	8,519	1,185,557,534
Additional contribution	130,819,108	-	-	-	-	-	130,819,108
Currency translation differences	-	-	(2,983,354)	-	-	-	(2,983,354)
Net change in fair value of financial assets FVOCI	-	-	-	(1,393,633)	-	-	(1,393,633)
Share of other comprehensive loss of associates and joint venture	-	-	-	(96,337)	-	-	(96,337)
Total other comprehensive income for the period	-	-	(2,983,354)	(1,489,970)	-	-	(4,473,324)
Total comprehensive income for the period	-	-	(2,983,354)	(1,489,970)	1,185,549,015	8,519	1,181,084,210
Balance at 31 March 2024	499,178,847	-	(12,888,838)	6,941,374	3,040,788,736	91,661	3,534,111,780

The accompanying notes on pages 9 to 23 form an integral part of these condensed consolidated and separate financial statements.

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
Statement of changes in equity
For the three-month period ended 31 March 2024

Authority	Contribution by Government N '000	Fair value reserve N '000	Retained earnings N '000	Total equity N '000
Balance at 1 January 2023	347,375,000	5,986,113	652,209,792	1,005,570,905
Profit for the period	-	-	62,774,370	62,774,370
Net change in fair value of financial assets at FVOCI	-	75,960	-	75,960
Total other comprehensive income for the period	-	75,960	-	75,960
Total comprehensive income for the period	-	75,960	62,774,370	62,850,330
Balance at 31 March 2023	347,375,000	6,062,073	714,984,162	1,068,421,235
Authority 31 March 2024				
Authority	Contribution by Government N '000	Fair value reserve N '000	Retained earnings N '000	Total equity N '000
Balance at 1 January 2024	368,359,739	6,552,365	1,823,419,532	2,198,331,636
Profit for the period	-	-	1,183,558,787	1,183,558,787
Additional contribution	130,819,108	-	-	130,819,108
Net change in fair value of financial assets at FVOCI	-	(1,393,633)	-	(1,393,633)
Total other comprehensive loss for the period	-	(1,393,633)	-	(1,393,633)
Total comprehensive income for the period	-	(1,393,633)	1,183,558,787	1,182,165,154
Balance at 31 March 2024	499,178,847	5,158,732	3,006,978,319	3,511,315,898

The accompanying notes on pages 9 to 23 form an integral part of these condensed consolidated and separate financial statements.

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
Statement of cash flows
For the three-month period ended 31 March 2024

	Notes	Group 31 March 2024 N '000	Group 31 March 2023 N '000	Authority 31 March 2024 N '000	Authority 31 March 2023 N '000
Cash flow from operating activities					
Profit before income tax		1,185,549,015	3,874,957	1,183,558,787	2,983,469
Adjustments to reconcile profit/(loss) before tax to net cash flow from operating activities:					
Depreciation charge for the period	23	206,668	(587,904)	105,215	60,240
Amortisation of intangible assets	24	6,402	(144,774)	1,661	9,116
Interest income on financial assets at amortised cost	6	(17,320,136)	(10,392,157)	(16,755,699)	(10,332,643)
Interest income on financial assets at FVOCI		(469,558)	-	(469,558)	-
Investment income	9	(9,652,879)	(1,025,610)	(7,028,667)	(1,030,648)
Interest income on financial assets at FVTPL	8	(22,614,294)	(395,496)	(22,614,294)	(135,084)
Net foreign exchange gains	11	(550,571,522)	(3,062,260)	(565,153,685)	(3,056,933)
Unrealised (gain)/loss on financial instruments at FVTPL		(470,460,290)	11,863,166	(470,060,262)	12,256,481
Impairment losses	12	718,541	509,636	718,541	509,636
Interest expense		161,965	757	161,965	757
Share of profit from associate and joint venture	21	(13,255,548)	(235,244)	-	-
Movements in operating assets/ liabilities:					
Inventories		(12,044)	982	-	-
Other assets		179,200,834	260,949,479	49,289,665	240,683,897
Other liabilities		5,876,133	(208,038,196)	8,652,934	(191,977,792)
Cash generated from operations		287,363,287	53,317,336	160,406,603	49,970,496
Net cash generated from operating activities		287,363,287	53,317,336	160,406,603	49,970,498
Cash flows from investing activities					
Purchase of property and equipment	23	(20,862,625)	(522,396)	(107,272)	(106)
Purchase of other intangible assets	24	(22,570)	169,562	19,941	-
Payment for financial assets at fair value		(768,628,601)	(264,488,962)	(666,299,381)	(256,596,010)
Proceeds from sale of financial assets at fair value		202,224,460	18,660,673	117,261,047	20,179,697
Acquisition of financial assets held at amortised cost		(324,803,392)	(4,616,375)	(245,666,818)	(4,616,375)
Addition to Loans and advances		(7,284,455)	-	-	-
Proceeds from maturity and sale of financial assets held at amortised cost		182,190,263	24,927,426	182,190,263	24,680,974
Investment and interest income received		94,278,672	10,840,515	94,278,672	463,287
Net cash used in investing activities		(642,908,248)	(215,029,558)	(518,323,548)	(215,888,533)
Cash flows from financing activities					
Interest expense		(161,965)	(757)	(161,965)	(757)
Repayment of borrowings		(24,533,176)	-	(24,533,176)	-
Receipt of additional capital contribution from the Government		130,819,108	-	130,819,108	-
Net cash used in financing activities		106,123,967	(757)	106,123,967	(757)
Net cash movement for the period		(249,420,994)	(161,712,978)	(251,792,978)	(165,918,794)
Cash and cash equivalents at beginning of period		547,425,983	269,602,956	546,395,553	268,782,415
Net exchange gains on cash and cash equivalents		124,465,255	8,341,942	124,435,115	8,322,807
Cash and cash equivalents at period end		422,470,244	116,231,920	419,037,690	111,186,428
Cash and cash equivalents comprise:					
Cash in hand		270,249	381,987	747	4,508
Bank balances		50,958,655	47,581,144	49,202,995	47,066,762
Placements with financial institutions		371,241,340	68,268,789	369,833,948	64,115,158
Total cash and cash equivalents		422,470,244	116,231,920	419,037,690	111,186,428

The accompanying notes on pages 9 to 23 form an integral part of these condensed consolidated and separate financial statements.

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
For the three-month period ended 31 March 2024
Notes to the financial statements

1 General Information

Nigeria Sovereign Investment Authority ('NSIA' or 'the Authority') was established to receive, manage and invest the excess funds from the country's sale of crude oil in a diversified portfolio of medium and long-term investments. The Authority was setup by the Nigeria Sovereign Investment Authority Act, which was signed in May 2011 and was allocated an initial USD 1 billion in seed capital. The Authority has received three additional capital contribution tranches totalling \$750 million after the initial contribution. The Authority commenced operations in October 2012.

The Authority is domiciled in Nigeria and its registered office address is the Clan Place, 4th floor, Plot 1386A, Tigris Crescent, Maitama, Abuja.

To actualise its mandate, the Authority has established three separate "ring-fenced" funds. They include Stabilisation Fund (SF), Future Generations Fund (FGF) and Nigeria Infrastructure Fund (NIF). The investment activities of the funds are managed as follows:

Fund	Investment managers
Stabilisation Fund (SF)	UBS Global Asset Management Limited, Smith Graham & Co, Income Research + Management, Lombard Ordier Income Fund
Nigeria Infrastructure Fund (NIF)	In-house Management Team, Fund for Agricultural Finance in Nigeria (FAFIN)
Future Generations Fund (FGF)	Cevian, Edgbaston Investment Partners, Somerset, Marathon, Prince Street Capital, AQR, Goldman Sachs Asset Management, The Canyon Capital Realisation Fund (Cayman) Ltd, CNPG, Palestra Capital, Brasidas Asia, Alpstone Global Macro Fund, Holocene Advisors Ltd, Sachem Head Capital, Morgan Stanley Fund of Funds, NAYA FUND, Vanguard, Invesco QQQ, Fundsmith, John Street Systematic Limited, Bayview, Z Capital Partners, Healthcare Royalty Partners, Xenon, Helios Investors, FAFIN, Actis Africa, Africa Capital Alliance, RWC Emerging Market Fund, Abraaj, Unigestion, Reverence Capital, Healthcare Royalty Partners L.P., EFG Global Equity Conviction Fund, G Squared, Xenon Private Equity, Artisan Fund, Alitheia IDF, Greenspring Associates, Helios, Euro Choice Secondary, Lombard Odier, BlueBox, LifeSci Venture, CardinalStone Capital, Gsquared, The Rise Fund, Petershill Private Equity, Verod Growth Fund, Synergy Private Equity, Ingressive Capital, Tidal Ventures LP, Gateway Fund, StepStone VC Secondaries Fund, Falko Regional Aircraft, Whitehorse Liquidity Partners (Offshore) LP, Actis Africa Real Estate Fund, Lennertz & Co. Blockchain Fund II, Blume Ventures Trust IV, Alpha Partners Fund, Vektor Partners Fund I, Uhuru Growth Fund I, Bayside, Cerberus, Marlin Equity, OCM Opportunities, Sun Capital, Fortress Investment, Health IQ, Ventures Platform, UBS.

2 Structure and content

The financial statements comprise:

- A condensed consolidated and separate statements of financial position at the end of the period;
- A condensed consolidated and separate statements of comprehensive income for the period;
- A condensed consolidated and separate statements of changes in equity for the period;
- A condensed consolidated and separate statements of cash flows for the period;
- Notes, comprising a summary of significant accounting policies and other explanatory information.

3 Basis of preparation

3.1 Statement of compliance

The condensed consolidated and separate financial statements of Nigeria Sovereign Investment Authority (NSIA) have been prepared in accordance with International Financial Reporting Standards (IFRS) on Interim financial information (IAS 34), including International Accounting Standards and Interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) applicable to companies reporting under IFRS. Further standards may be issued by the International Accounting Standards Board (IASB) and may be subject to the interpretations issued by the IFRIC.

The interim report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2023 and any public announcements made by Nigeria Sovereign Investment Authority during the interim reporting period.

Nigeria Sovereign Investment Authority
Condensed consolidated and separate interim financial statements
For the three-month period ended 31 March 2024
Notes to the financial statements

3.2 Accounting policy

The Group has consistently applied the accounting policies of the previous financial year and corresponding interim reporting period.

New Standards, amendments and Interpretations

A number of amendments to accounting pronouncements were effective from 1 January 2024, but they do not have a material effect on the Group's interim financial statements.

4 Financial risk management

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and price risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance.

4.1 Approach to risk management

With a global outlook, the Group's strategy for managing risks is to understand risk within the invested universe and the externalities that can affect this, with the aim of monitoring, controlling and mitigating against undesired events.

The Group has adopted, wherever possible, recommended best practice in the identification, evaluation and cost effective control of risks to ensure, as far as possible, that they are eliminated or reduced to a level that is acceptable to the Authority. The Group's Risk Framework seeks to explain the Authority's underlying approach to risk management, documents the roles and responsibilities of the Board of Directors, Risk Management department and other key parties. It also outlines key aspects of the risk management process, and identifies the main reporting procedures.

4.2 Credit risk

Credit risk is the risk that counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Group, resulting in a financial loss to the Group. It arises principally from debt securities held, trade receivables and advances, and also from cash and cash equivalents.

4.2.1 Management of credit risk

The Group's policy over credit risk is to minimise its exposure to counterparties with perceived higher risk of default by dealing only with counterparties meeting credit standards, hence the Group only deals with counterparties that meet set credit ratings.

4.3 Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Group.

4.3.1 Management of liquidity risk

The Group's approach to managing liquidity is to have sufficient funds to meet its liabilities, as and when due, without incurring undue losses or risking damage to the Group's reputation. The Group manages its liquidity risk by maintaining cash levels to fund short term operating expenses.

The table below shows the Group's current cash levels:

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Cash in hand	270,249	11,694	747	1,800
Bank balances	50,958,655	286,967,367	49,202,995	285,946,831
Money market placements	371,241,340	261,384,914	369,833,948	261,384,914
Total cash and cash equivalents	422,470,244	548,363,975	419,037,690	547,333,545

4.4 Market risk

Market risk is the risk of loss from unfavorable changes in the fair values of financial instruments caused by adverse moves in market variables, such as foreign exchange rates, interest rates, equity prices, commodity prices, credit spreads and implied volatilities of the market rates. Market risk could result in a loss of earning and/or capital to the Group. The Group is exposed to market risk through its proprietary investments and can experience capital erosion from its own direct investments in the market.

With regards to investments in certain asset classes, the Group's potential exposure can be categorised into two: namely, traditional investments and alternative investments. Traditional investments include cash, listed equity and fixed income instruments. Alternative investments are the real estate assets, private equity, hedge funds, unquoted securities and equities which are generally less liquid than traditional investments. Currently, the asset classes being referred to as alternative investments are the private equity, hedge funds, unquoted securities and infrastructure projects.

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The Group's market risk framework includes:

- Market risk - comprising equity prices, interest rate, interest basis and currency risks;
- Valuation risk - which derives from the valuation methodology chosen for unlisted assets. A critical associated risk is that which relates to the valuation model. The Group has exposure to valuation risk through its investments in private equity investments as well as other alternative instruments and project development.

The Group manages market risk by actively controlling positions taken by investment managers in accordance with the investment strategy for each fund. The investment strategy outlines permissible asset classes, asset allocation limits and other position limits according to the portfolio risk appetite and risk profile. Exceptions are escalated and investment managers are expected to provide a plan of action that would bring portfolios within limits.

The identification, measurement and management of market risk is categorised as follows:

4.4.1 Trading assets/Financial assets

Trading assets are carried at fair value using publicly available market rates for traded securities. Positions are monitored regularly and performance measured to relevant benchmarks.

4.4.2 Non-trading assets/ Non-financial assets

Key performance measures are set and a robust monitoring and reporting framework is put in place to monitor performance of the Authority's investment in alternative and unlisted securities.

4.4.3 Foreign exchange risk

Foreign exchange risk arises when future commercial transactions or recognised assets or liabilities are denominated in a currency that is not the Group's functional currency.

The Group has an investment in a foreign operation, whose net assets are exposed to foreign currency translation risk as a result of the translation of its financial statements from the operation's functional currency to the Group's presentation currency. Non-monetary financial assets are not exposed to foreign exchange risk in accordance with the standards. Currency exposure arising from the net assets of the Group's foreign subsidiary is managed primarily through cash and cash equivalents denominated in the relevant foreign currencies.

4.4.4 Interest rate risk

Interest rate risk is the risk of loss to net interest income (NII) arising from changes in market interest rates on rate sensitive assets and liabilities.

Net interest income sensitivity

There are two types of scenarios that give rise to interest rate risk. These are where the Group holds variable rate instruments susceptible to cash flow interest rate risk due to a change in market interest rates or the Group holds debts instruments measured at fair value which will be exposed to fair value interest rate risk. The Group holds debts instruments measured at fair value which are exposed to fair value interest rate risk. The table below shows the impact of interest rate changes (increase/decrease) on the Group's fixed interest financial assets carried at fair value and the effect on comprehensive income.

	Group 31 March 2024 N '000	Group 31 March 2023 N '000	Authority 31 March 2024 N '000	Authority 31 March 2023 N '000
FVTPL investments (US treasury notes)	54,680,046	19,535,199	54,680,046	19,535,199
FVTPL investments (Fixed income products)	36,469,611	24,084,360	36,373,825	23,991,130
	91,149,657	43,619,559	91,053,871	43,526,329

Net interest income sensitivity

31 March 2024

(All amounts are in thousands of Naira)

	Changes (%)	Group	Authority
Impact on total comprehensive income	-5%	(4,557,483)	(4,552,694)
Impact on total comprehensive income	+5%	4,557,483	4,552,694

31 March 2023

(All amounts are in thousands of Naira)

	Changes (%)	Group	Authority
Impact on total comprehensive income	-5%	(2,180,978)	(2,176,316)
Impact on total comprehensive income	+5%	2,180,978	2,176,316

4.4.5 Equities securities price risk

The Group is exposed to equity securities price risk because of investments held by the Group and recognised on the consolidated statement of financial position at FVOCI. The Group is not exposed to commodity price risk. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.

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5 Fair value hierarchy

The Group classifies financial instruments measured at fair value in the investment portfolio according to the following hierarchy:

Level	Fair value input description	Financial instruments
Level 1	Quoted prices (unadjusted) from active markets	Quoted instruments
Level 2	Inputs other than quoted prices included in Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices)	Equity instruments quoted in over-the counter (OTC) markets
Level 3	Inputs that are not based on observable market data (that is, unobservable inputs)	Unquoted equity instruments and debt instruments

Unquoted equity instruments and debt instruments are measured in accordance with the International Private Equity and Venture Capital valuation guidelines with reference to the most appropriate information available at the time of measurement.

The following tables analyse within the fair value hierarchy the Group's financial assets (by class) measured at fair value at 31 March 2023. All fair value measurements disclosed are recurring fair value measurements.

Group

31 March 2024

Financial assets at FVOCI

	Level 1 N '000	Level 2 N '000	Level 3 N '000	Total N '000
NG Clearing Ltd	-	-	1,021,056	1,021,056
The Infrastructure Corporation of Nig Ltd.	-	-	100,000	100,000
MTN securities	3,356,586	-	-	3,356,586
FGN Bonds and Bills	23,109,919	-	-	23,109,919
	26,466,505	-	1,121,056	27,587,561

31 December 2023

Financial assets at FVOCI

	Level 1 N '000	Level 2 N '000	Level 3 N '000	Total N '000
NG Clearing Ltd	-	-	1,021,056	1,021,056
The Infrastructure Corporation of Nig Ltd.	-	-	100,000	100,000
MTN securities	3,713,582	-	-	3,713,582
FGN Bonds and Bills	4,773,604	-	-	4,773,604
	8,487,186	-	1,121,056	9,608,242

Authority

31 March 2024

Financial assets at FVOCI

	Level 1 N '000	Level 2 N '000	Level 3 N '000	Total N '000
NG Clearing Ltd	-	-	1,021,056	1,021,056
The Infrastructure Corporation of Nig Ltd.	-	-	100,000	100,000
MTN securities	3,263,451	-	-	3,263,451
FGN Bonds and Bills	23,109,919	-	-	23,109,919
	26,373,370	-	1,121,056	27,494,426

Authority

31 December 2023

Financial assets at FVOCI

	Level 1 N '000	Level 2 N '000	Level 3 N '000	Total N '000
NG Clearing Ltd	-	-	1,021,056	1,021,056
The Infrastructure Corporation of Nig Ltd.	-	-	100,000	100,000
MTN securities	3,713,582	-	-	3,713,582
FGN Bonds and Bills	4,773,604	-	-	4,773,604
	8,487,186	-	1,121,056	9,608,242

Financial assets at fair value through profit or loss

Group

31 March 2024

	Level 1 N '000	Level 2 N '000	Level 3 N '000	Total N '000
Currency swap	-	1,265,147,593	-	1,265,147,593
Private equity investments	-	-	467,954,290	467,954,290
Hedge fund and long only equity investments	-	-	603,704,489	603,704,489
Nigeria Infrastructure Debt Fund	1,684,263	-	-	1,684,263
Fixed income products	-	36,469,611	-	36,469,611
US treasury notes	-	54,680,046	-	54,680,046
	1,684,263	1,356,297,250	1,071,658,779	2,429,640,292

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Group				
31 December 2023				
	Level 1	Level 2	Level 3	Total
	N '000	N '000	N '000	N '000
Currency swap	-	421,421,230	-	421,421,230
Private equity investments	-	-	304,104,417	304,104,417
Hedge fund and long only equity investments	56,003,047	-	337,686,680	393,689,727
Nigeria Infrastructure Debt Fund	1,684,263	-	-	1,684,263
Fixed income products	-	24,431,626	-	24,431,626
US treasury notes	-	38,358,207	-	38,358,207
	57,687,310	484,211,063	641,791,097	1,183,689,470
Authority				
31 March 2024				
	Level 1	Level 2	Level 3	Total
	N '000	N '000	N '000	N '000
Currency swap	-	1,265,147,593	-	1,265,147,593
Private equity investments	-	-	249,392,340	249,392,340
Hedge funds and long only equity investments	-	-	603,704,489	603,704,489
Nigeria Infrastructure Debt Fund	1,684,263	-	-	1,684,263
US treasury notes	-	36,373,825	-	36,373,825
Fixed income products	-	54,680,046	-	54,680,046
	1,684,263	1,356,201,464	853,096,829	2,210,982,556
Authority				
31 December 2023				
	Level 1	Level 2	Level 3	Total
	N '000	N '000	N '000	N '000
Currency swap	-	421,421,230	-	421,421,230
Private equity investments	-	-	170,410,093	170,410,093
Hedge funds and long only equity investments	56,003,047	-	337,686,680	393,689,727
Nigeria Infrastructure Debt Fund	1,684,263	-	-	1,684,263
US treasury notes	-	38,358,207	-	38,358,207
Fixed income products	-	24,431,626	-	24,431,626
	57,687,310	484,211,063	508,096,773	1,049,995,146

(a) Financial instruments in level 1

The fair value of financial instruments traded in active markets is based on quoted market prices as at 31 March 2023. 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.

(b) Financial instruments in level 2

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. They include investments in equity securities that are not traded in an active market but for which a trading platform exists on which a price can be determined for which market participants would pay in order to purchase the asset as at the reporting date i.e. at the Over-the-Counter alternative markets.

These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. Specific valuation techniques used to value financial instruments include quoted market prices or dealer quotes for similar instruments.

(c) Financial instruments in level 3

Level 3 inputs are unobservable inputs that have been applied in valuing the respective asset or liability. The determination of what constitutes observable' requires significant judgment by the Authority. The Authority considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market. There were no transfers between levels during the period.

Investments in hedge funds and private equity funds measured at FVOCI

In determining the fair value of these investments, the Authority relies on the valuation as reported in the latest available financial statements and/ or capital account statements provided by the investment manager, unless the Authority is aware of reasons that such a valuation may not be the best approximation of fair value. In such cases, the Authority reserves the right to assign a fair value to such investments which differs from the one reported by the investment manager.

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The following table presents the changes in level 3 instruments for the period ended 31 March 2024 for financial assets measured at fair value.

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Financial assets measured at FVOCI - NG Clearing Ltd. and InfraCo Nigeria Ltd.				
Opening balance	1,121,056	1,201,890	1,121,056	1,201,890
Fair value movement	-	(80,834)	-	(80,834)
Closing balance	1,121,056	1,121,056	1,121,056	1,121,056
	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Financial assets at fair value through profit or loss - Private equity				
Opening balance	304,104,417	135,273,206	170,410,093	84,897,397
Additions in the period	39,830,055	41,040,961	14,349,187	15,535,613
Disposals, repayments and distributions received	(16,499,557)	(17,001,174)	(8,566,687)	(9,275,002)
Fair value gain	(4,139,030)	(4,264,864)	(4,270,985)	(4,624,121)
Exchange gain	144,658,405	149,056,288	77,470,732	83,876,206
Closing balance	467,954,290	304,104,417	249,392,340	170,410,093
	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Financial assets at fair value through profit or loss - Hedge funds				
Opening balance	393,689,727	161,820,876	393,689,727	161,820,876
Additions in the period	20,668,894	22,819,695	20,668,894	22,819,695
Disposals, repayments and distributions received	(4,477,589)	(4,943,526)	(4,477,589)	(4,943,526)
Fair value gain	39,200,955	43,280,198	39,200,955	43,280,198
Exchange gain	154,622,502	170,712,484	154,622,502	170,712,484
Closing balance	603,704,489	393,689,727	603,704,489	393,689,727

Sensitivity analysis of fair value movements for level 3 financial assets

The table below shows the sensitivity analysis of fair value movements for level 3 financial assets measured at FVTPL:

Financial assets at fair value through profit or loss 31 March 2024 (All amounts are in thousand of Naira)	Changes (%)	Group	Authority
Impact on total comprehensive income	-5%	(1,753,096)	(1,746,499)
Impact on total comprehensive income	+5%	1,753,096	1,746,499
	Changes (%)	Group	Authority
31 December 2023 (All amounts are in thousand of Naira)			
Impact on total comprehensive income	-5%	(1,950,767)	(1,932,804)
Impact on total comprehensive income	+5%	1,950,767	1,932,804

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6 Interest income on financial assets at amortised cost

	Group		Authority	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2024	2023	2024	2023
	N '000	N '000	N '000	N '000
Interest income on fixed deposits	9,430,678	2,945,964	9,426,713	2,945,964
Interest income on Eurobonds	5,126,783	3,922,014	5,126,783	3,922,014
Interest income on loans	695,572	10,060	135,100	353,911
Interest income on bank balances	1,872,282	137,455	1,872,282	137,030
Interest income on Commercial papers	191,346	-	191,346	-
Interest income on Nigerian treasury bills	3,475	-	3,475	-
	17,320,136	7,015,493	16,755,699	7,358,919

7 Interest income on financial assets at FVOCI

	Group		Authority	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2024	2023	2024	2023
	N '000	N '000	N '000	N '000
Interest income on FGN Bonds	99,587	-	99,587	-
Interest income on Treasury Bills	369,971	-	369,971	-
	469,558	-	469,558	-

8 Interest income on financial assets at FVTPL

	Group		Authority	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2024	2023	2024	2023
	N '000	N '000	N '000	N '000
Interest income on US treasury notes	76,608	82,688	76,608	82,688
Interest income from fixed income products	36,159	244,802	36,159	10,329
Interest income on open market operation bills	22,501,527	12,679,271	22,501,527	12,679,271
	22,614,294	13,006,761	22,614,294	12,772,288

9 Investment income

	Group		Authority	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2024	2023	2024	2023
	N '000	N '000	N '000	N '000
Investment income from securities	9,652,879	1,119,844	7,028,667	1,154,050
	9,652,879	1,119,844	7,028,667	1,154,050

10 Net gain on financial assets

	Group		Authority	
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2024	2023	2024	2023
	N '000	N '000	N '000	N '000
Net gain/(loss) on financial assets at fair value through profit or loss (Note 9.1)	573,834,696	29,516,376	573,434,668	29,504,996
	573,834,696	29,516,376	573,434,668	29,504,996

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10.1 Net gain/(loss) on financial assets at fair value through profit or loss (FVTPL)

	Group		Authority	
	Three-month period ended 31 March		Three-month period ended 31 March	
	2024 N '000	2023 N '000	2024 N '000	2023 N '000
Unrealised gain on financial swap	439,181,686	20,405,539	439,181,686	20,405,539
Realised gain/(loss) on financial swap	99,355,028	1,123,298	99,355,028	1,123,298
Fair value changes on private equity, hedge funds and other securities	31,278,604	7,891,733	30,878,576	7,880,353
Net gain on sale of equity instruments	4,019,378	95,806	4,019,378	95,806
	573,834,696	29,516,376	573,434,668	29,504,996

11 Net foreign exchange gain

	Group		Authority	
	Three-month period ended 31 March		Three-month period ended 31 March	
	2024 N '000	2023 N '000	2024 N '000	2023 N '000
Net foreign exchange gain	550,571,522	13,427,575	565,153,685	13,318,435
	550,571,522	13,427,575	565,153,685	13,318,435

12 Impairment charge/(write back) on financial assets

	Group		Authority	
	Three-month period ended 31 March		Three-month period ended 31 March	
	2024 N '000	2023 N '000	2024 N '000	2023 N '000
Financial assets at amortized cost	(265,066)	(400,965)	(265,066)	(400,965)
Other assets	(453,475)	(274,318)	(453,475)	(274,318)
	(718,541)	(675,283)	(718,541)	(675,283)

13 Revenue from infrastructure subsidiaries investments

	Group		Authority	
	Three-month period ended 31 March		Three-month period ended 31 March	
	2024 N '000	2023 N '000	2024 N '000	2023 N '000
Revenue from healthcare services	1,277,306	930,349	-	-
	1,277,306	930,349	-	-

Revenue from healthcare services represents the revenue from provision of medical consultations and related services

14 Expense from infrastructure subsidiaries investments

	Group		Authority	
	Three-month period ended 31 March		Three-month period ended 31 March	
	2024 N '000	2023 N '000	2024 N '000	2023 N '000
Cost of providing health services	(465,949)	(294,538)	-	-
	(465,949)	(294,538)	-	-

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15 Cash and cash equivalents

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Cash on hand	270,249	11,694	747	1,800
Bank balances	50,958,655	286,967,367	49,202,995	285,946,831
Money market placements	371,241,340	261,384,914	369,833,948	261,384,914
	422,470,244	548,363,975	419,037,690	547,333,545
Expected credit loss allowance on money market placements	(937,992)	(937,992)	(937,992)	(937,992)
	421,532,252	547,425,983	418,099,698	546,395,553

16 Investment securities

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Financial assets measured at amortised cost	454,082,104	156,472,531	453,503,865	154,093,252
Financial assets measured at FVOCI	27,587,561	9,608,242	27,494,426	9,608,242
Financial assets at fair value through profit or loss	2,429,640,292	1,183,689,470	2,210,982,556	1,049,995,146
	2,911,309,957	1,349,770,243	2,691,980,847	1,213,696,640

16.1 Financial assets measured at amortised cost

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Eurobond	159,981,127	102,974,551	159,981,127	102,974,551
Commercial Papers	5,271,393	5,139,761	5,271,393	5,139,761
Treasury bills	2,123,780	-	2,123,780	-
Fixed deposits	292,575,715	53,981,330	291,997,476	51,602,051
Gross carrying amount	459,952,015	162,095,642	459,373,776	159,716,363
Impairment /expected credit loss	(5,869,911)	(5,623,111)	(5,869,911)	(5,623,111)
	454,082,104	156,472,531	453,503,865	154,093,252
Maturity analysis:				
Current	164,215,677	56,587,217	159,536,573	54,207,938
Non-current	289,866,427	99,888,314	293,967,292	99,885,314
	454,082,104	156,472,531	453,503,865	154,093,252

16.1.1 Impairment /expected credit loss

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
As at beginning of period	5,623,111	1,986,239	5,623,111	1,986,239
Asset derecognised or reclassified	-	(182,566)	-	(182,566)
Charge / (write back) for the year	(11,493,022)	1,911,292	(11,493,022)	1,911,292
Exchange difference	-	1,908,146	-	1,908,146
As at end of period	(5,869,911)	5,623,111	(5,869,911)	5,623,111

16.2 Financial assets measured at FVOCI

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Equity instruments				
NG Clearing Limited	1,021,056	1,021,056	1,021,056	1,021,056
MTN securities	3,356,586	3,713,582	3,263,451	3,713,582
The Infrastructure Corporation of Nig. Limited	100,000	100,000	100,000	100,000
	4,477,642	4,834,638	4,384,507	4,834,638
Debt instruments				
Nigerian Treasury Bills	20,766,879	1,898,743	20,766,879	1,898,743
FGN Bonds	2,343,040	2,874,861	2,343,040	2,874,861
	23,109,919	4,773,604	23,109,919	4,773,604
	27,587,561	9,608,242	27,494,426	9,608,242
Maturity analysis:				
Non-current	4,477,642	4,834,638	4,384,507	4,834,638
Current	23,109,919	4,773,604	23,109,919	4,773,604
	27,587,561	9,608,242	27,494,426	9,608,242

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16.3 Financial assets at fair value through profit or loss

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Currency swap	1,265,147,593	421,421,230	1,265,147,593	421,421,230
Private equity investments	467,954,290	304,104,417	249,392,340	170,410,093
Hedge fund and long only equity investments	603,704,489	393,689,727	603,704,489	393,689,727
Nigeria Infrastructure Debt Fund	1,684,263	1,684,263	1,684,263	1,684,263
Fixed income instruments	36,469,611	24,431,626	36,373,825	24,431,626
US treasury notes	54,680,046	38,358,207	54,680,046	38,358,207
	2,429,640,292	1,183,689,470	2,210,982,556	1,049,995,146
Maturity analysis:				
Current	1,356,297,250	459,779,437	1,356,201,463	459,779,437
Non-current	1,073,343,042	723,910,033	854,781,093	590,215,709
	2,429,640,292	1,183,689,470	2,210,982,556	1,049,995,146

17 Loans and debts financing

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Panda Agriculture Properties Management Limited (Panda Novum)	321,962	310,216	321,962	310,216
Loan to Kasi Cloud Limited	20,135,079	12,754,328	4,054,013	3,957,718
Loan to PFI-NPK Limited	-	3,639,186	-	3,639,186
Loan to Metrowaves Sports & Infra Ltd.	5,260,399	5,159,707	-	-
	25,717,440	21,863,437	4,375,975	7,907,120
Impairment /Expected Credit loss	(569,503)	(569,503)	(154,028)	(154,028)
Carrying amount	25,147,937	21,293,934	4,221,947	7,753,092
Maturity analysis:				
Current	321,962	3,949,402	321,962	3,949,402
Non-current	24,825,975	17,344,532	3,899,985	3,803,690
	25,147,937	21,293,934	4,221,947	7,753,092

18 Other assets and receivables

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Financial assets:				
Other receivables	75,539,609	260,016,274	86,313,648	264,577,984
Account receivables	4,746,899	2,246,072	4,288,947	2,199,604
Intercompany receivables	-	-	315,264,918	187,952,917
Restricted bank balances	676,622	451,438	-	-
	80,963,130	262,713,784	405,867,513	454,730,505
Impairment /expected credit loss	(2,076,063)	(1,092,972)	(2,060,378)	(1,606,902)
Total financial assets	78,887,067	261,620,812	403,807,135	453,123,603
Non-financial assets:				
Prepayment	8,175,069	4,642,158	465,220	438,418
	87,062,136	266,262,970	404,272,355	453,562,021
Maturity analysis:				
Current	67,398,928	206,126,792	348,755,275	393,458,666
Non-current	19,663,208	60,136,178	55,517,080	60,103,355
	87,062,136	266,262,970	404,272,355	453,562,021

19 Inventories

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Finished goods	206,487	194,443	-	-
	206,487	194,443	-	-
Maturity analysis:				
Current	206,487	194,443	-	-
	206,487	194,443	-	-

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20 Investments in subsidiaries

	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
At the beginning of the period	9,000	9,000
At the end of the period	9,000	9,000

20.1 Information on subsidiary entities controlled by the Authority

Name of entity	Place of business/ Country of incorporation	% of ownership interest 31 March 2024	% of ownership interest 31 December 2023	Carrying amount	Carrying amount
				31 March 2024 N '000	31 December 2023 N '000
NSIA Motorways Investment Company (NMIC)	Nigeria	99.99%	99.99%	1,000	1,000
KG Brussels LP	USA	100.00%	100.00%	-	-
FGF Private Equity Co. Limited	Nigeria	99.99%	99.99%	1,000	1,000
FGF Investments Limited	Nigeria	99.99%	99.99%	1,000	1,000
NSIA Agriculture Investment Company	Nigeria	99.99%	99.99%	1,000	1,000
FGF PE Beta Limited	Nigeria	99.99%	99.99%	1,000	1,000
NSIA Property Investment Company Limited	Nigeria	99.99%	99.99%	1,000	1,000
NSIA Power Investment Company Limited	Nigeria	99.99%	99.99%	1,000	1,000
NSIA Healthcare Development and Investment Company Limited	Nigeria	99.99%	99.99%	1,000	1,000
NSIA Investment Management Company Limited	Nigeria	100.00%	100.00%	1,000	1,000
				9,000	9,000

21 Investments accounted for using the equity method

The amounts recognised in the statement of financial position are as follows:

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Associates and joint ventures	81,586,952	68,427,743	10,614,500	10,614,500
The amounts recognised in statement of profit or loss	13,255,548	18,912,579	-	-
The amounts recognised in the statement of comprehensive income	(96,339)	1,920,763	-	-
Total income recognised	13,159,209	20,833,342	-	-

The table below shows a detailed movement of this balance:

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
At the beginning of the period	68,427,743	27,766,212	10,614,500	12,278,115
Additions during the period ¹	-	19,828,189	-	-
Reclass during the period	-	-	-	(1,663,615)
Share of profit of associate and joint venture	13,255,548	18,912,579	-	-
Share of other comprehensive income of associates and joint ventures	(96,339)	1,920,763	-	-
Dividend received	-	-	-	-
At the end of the period	81,586,952	68,427,743	10,614,500	10,614,500
Maturity analysis:				
Non-current	81,586,952	68,427,743	10,614,500	10,614,500

¹This relates to additional contribution to joint venture investment in Multi-purpose Industrial Platform Limited by NSIA Agriculture Investment Company Limited, a subsidiary of NSIA and OCP Africa.

22 Right of use asset

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Opening balance	184,112	173,662	28,146	6,751
Additions	104,946	-	99,277	-
Depreciation expense	(38,026)	10,450	(29,621)	21,395
	251,032	184,112	97,802	28,146

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23 Property and equipment Group	Buildings	Plant and machinery	Furniture and fittings	Motor vehicles	Computer equipment	Office equipment	Assets under construction	Total
	N '000	N '000	N '000	N '000	N '000	N '000	N '000	N '000
Cost								
As at 1 January 2023	1,613,155	3,021,155	387,132	1,492,410	304,323	980,610	-	7,798,785
Additions	29,163	13,492	263,291	44,709	339,416	13,646	363,461	1,067,178
Reclassifications	-	-	33,520	-	(33,520)	-	-	-
Disposal	-	-	-	(138,500)	-	-	-	(138,500)
As at 31 December 2023	1,642,318	3,034,647	683,943	1,398,619	610,219	994,256	363,461	8,727,463
As at 1 January 2024	1,642,318	3,034,647	683,943	1,398,619	610,219	994,256	363,461	8,727,463
Additions in the period	-	-	73,226	24,217	-	1,007,931	19,757,251	20,862,625
Disposals	(536,700)	(89,061)	-	-	(9,223)	-	-	(634,984)
As at 31 March 2024	1,105,618	2,945,586	757,169	1,422,836	600,996	2,002,187	20,120,712	28,955,104
Accumulated depreciation								
As at 1 January 2023	128,448	1,105,052	280,770	630,622	254,370	280,124	-	2,679,386
Charge for the year	42,038	342,153	40,861	272,384	44,941	111,264	-	853,641
Reclassifications	-	-	9,601	-	(9,601)	-	-	-
Disposals	-	-	-	(101,629)	-	-	-	(101,629)
As at 31 December 2023	170,486	1,447,205	331,232	801,377	289,710	391,388	-	3,431,398
As at 1 January 2024	170,486	1,447,205	331,232	801,377	289,710	391,388	-	3,431,398
Charge for the period	10,538	4,289	49,956	48,057	25,442	68,386	-	206,668
As at 31 March 2024	181,024	1,451,494	381,188	849,434	315,152	459,774	-	3,638,066
Carrying amount								
As at 31 March 2024	924,594	1,494,092	375,981	573,402	285,844	1,542,413	20,120,712	25,317,038
As at 31 December 2023	1,471,832	1,587,442	352,711	597,242	320,509	602,868	363,461	5,296,065
Authority			Furniture and fittings	Motor vehicles	Computer equipment	Office equipment	Assets under construction	Total
			N '000	N '000	N '000	N '000	N '000	N '000
Cost								
As at 1 January 2023			235,413	1,414,767	278,047	3,664	-	1,931,891
Additions in the year			259,082	59,175	313,081	6,821	34,299	672,458
Reclassifications			30,517	-	(30,517)	-	-	-
Disposals			-	(122,966)	-	-	-	(122,966)
As at 31 December 2023			525,012	1,350,976	560,611	10,485	34,299	2,481,383
As at 1 January 2024			525,012	1,350,976	560,611	10,485	34,299	2,481,383
Additions in the period			2,940	(0)	0	5,055	-	7,995
Disposal			-	-	-	-	(34,299)	(34,299)
As at 31 March 2024			527,952	1,350,976	560,611	15,540	-	2,455,079
Accumulated depreciation								
As at 1 January 2023			167,769	584,264	238,958	2,407	-	993,398
Charge for the year			3,156	262,829	51,268	403	-	317,656
Reclassifications			25,517	-	(25,517)	-	-	-
Disposals			-	(84,104)	-	-	-	(84,104)
As at 31 December 2023			196,442	762,989	264,709	2,810	-	1,226,950
As at 1 January 2024			196,442	762,989	264,709	2,810	-	1,226,950
Charge for the period			20,479	57,629	26,492	615	-	105,215
As at 31 March 2024			216,921	820,618	291,201	3,425	-	1,332,165
Carrying amount								
As at 31 March 2024			311,031	530,358	269,410	12,115	-	1,122,914
As at 31 December 2023			328,570	587,987	295,902	7,675	34,299	1,254,433

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24 Intangible assets	Group	Authority		
	N '000	N '000		
Software - 31 March 2024				
Cost				
Balance at 1 January 2024	438,952	196,813		
Additions in the period	2,409	-		
Balance at 31 March 2024	441,361	196,813		
Amortisation				
Balance at 1 January 2024	345,131	133,913		
Charge for the period	6,402	1,661		
Balance at 31 March 2024	351,533	135,574		
Carrying amount				
Balance at 31 March 2024	89,828	61,239		
Software - 31 December 2023				
Cost				
Balance at 1 January 2023	416,382	176,872		
Additions	22,570	19,941		
Balance at 31 December 2023	438,952	196,813		
Amortisation				
Balance at 1 January 2023	321,279	126,880		
Charge for the year	23,852	7,033		
Balance at 31 December 2023	345,131	133,913		
Carrying amount				
Balance at 31 December 2023	93,821	62,900		
25 Other liabilities				
	Group	Group	Authority	Authority
	31 March	31 December	31 March	31 December
	2024	2023	2024	2023
	N '000	N '000	N '000	N '000
Financial liability:				
Trade payables	7,421,270	294,890	180,678	164,407
Intercompany payables	-	-	186,307	159,777
Other payables	9,106,441	9,924,198	18,630,753	9,504,035
Payables to the Federal Government of Nigeria in respect of the Second Niger Bridge	440,284	287,612	-	-
Accruals	472,837	1,057,999	166,666	683,251
	17,440,832	11,564,699	19,164,404	10,511,470
Maturity analysis				
Current	17,440,832	11,564,699	19,164,404	10,511,470
	17,440,832	11,564,699	19,164,404	10,511,470
26 Current tax payable				
	Group	Group	Authority	Authority
	31 March	31 December	31 March	31 December
	2024	2023	2024	2023
	N '000	N '000	N '000	N '000
Opening balance	642,977	430,622	-	-
Tax expense during the year	308,030	1,314	-	-
Paid during the year	-	(2,675)	-	-
Exchange difference	-	213,716	-	-
	951,007	642,977	-	-

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27 Equity and reserves

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Contribution by Government	499,178,847	368,359,739	499,178,847	368,359,739
Retained earnings	3,040,788,736	1,855,239,721	3,006,978,319	1,823,419,535
Fair value reserve	6,941,374	8,431,344	5,158,732	6,552,365
Foreign currency translation reserve	(12,888,838)	(9,905,484)	-	-
Non-controlling interest	91,661	83,142	-	-
	3,534,111,780	2,222,208,462	3,511,315,898	2,198,331,639

27.1 Retained earnings

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Opening balance	1,855,239,721	670,269,451	1,823,419,532	652,209,792
Profit for the period	1,185,549,015	1,184,970,270	1,183,558,787	1,171,209,740
	3,040,788,736	1,855,239,721	3,006,978,319	1,823,419,532

27.2 Fair value reserve

The fair value reserve includes the net cumulative change in the fair value of equity instruments. The amounts are never transferred to profit or loss under IFRS 9 even when the investments are derecognised.

	Group 31 March 2024 N '000	Group 31 December 2023 N '000	Authority 31 March 2024 N '000	Authority 31 December 2023 N '000
Opening balance	8,431,344	5,944,329	6,552,365	5,986,113
Change in value of financial assets measured at FVOCI	-	(91,807)	-	(91,807)
Changes on equity investments designated at FVOCI	(1,393,633)	608,429	(1,393,633)	608,429
Expected credit losses on debts instruments FVOVI	-	49,630	-	49,630
Share of change in value of financial assets measured at FVOCI - (Associates)	(96,337)	1,920,763	-	-
	6,941,374	8,431,344	5,158,732	6,552,365

27.3 Foreign currency translation reserve

The currency translation reserve includes the net cumulative change in the foreign gains or (losses) arising from translation of the financial statements of subsidiaries with US Dollars as functional currency into the Group's presentation currency. The amounts presented within other comprehensive income are the gross amounts as the companies are exempted from income taxes.

	Group 31 March 2024 N '000	Group 31 December 2023 N '000
Opening balance	(9,905,484)	(6,969,557)
Exchange differences arising during the period	(2,983,354)	(2,935,927)
	(12,888,838)	(9,905,484)

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27.4 Non-controlling interest (NCI)

	Group	Group
	31 March	31 December
	2024	2023
	N '000	N '000
Opening balance	83,142	69,710
Profit/(loss) attributable to NCI	8,519	13,432
	91,661	83,142

28 Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. NSIA is the ultimate parent of the Group.

As disclosed in the investment in subsidiaries, associates and joint venture notes, NSIA Motorways Investment Company (NMIC), KG Brussels LP, FGF Private Equity Co. Limited, FGF Investments Limited, FGF PE Beta Limited, NSIA Agriculture Investment Company (NAIC), PFI-NPK Limited, NSIA Property Investment Company Limited, NSIA Power Investment Company Limited, NSIA Healthcare Development and Investment Company Limited, NSIA Investment Management Company, FMCU Advanced Medical Diagnostics Ltd, LUTH Advanced Medical Services Ltd, AKTH Advanced Medical Diagnostics Limited, Lagos-Ibadan Expressway Development Company Limited, Abuja-Kano Expressway Development Company Limited, East-West Expressway Development Company Limited, Mambilla Hydropower Development Company Limited, NSIA Renewables Company Limited, Equilease Systems Limited, NSIA Engineering Company Limited and NSIA Advanced Medical Services Limited are subsidiaries and sub-subsidiaries of the Authority and are related parties in accordance with the applicable standards.

NMRC, FHFL, Panda Agricultural Properties Management (Mauritius) Limited and Pandagric Novum Limited are associates of the Authority.

UFF-NAIC Agriculture Investment Company (Mauritius) Limited, Panda Agricultural Properties Management Ltd, Panda Agricultural Properties Management (Mauritius) Limited, Multipurpose Industrial Platform Limited (MIPL), and Infrastructure Credit Guarantee Company Limited (INFACREDIT) are jointly controlled by other entities and are therefore also related parties.

29 Events after the reporting period

There were no other events subsequent to the financial position date which require adjustment to, or disclosure in, these financial statements.



**INDEPENDENT REVIEW REPORT
TO THE MEMBERS OF NIGERIA SOVEREIGN INVESTMENT AUTHORITY**

Report on the Financial Statements

We have reviewed the accompanying condensed consolidated and separate interim financial statements of Nigeria Sovereign Investment Authority (the "Authority") and its subsidiaries (together "the Group"), which comprise the consolidated and separate statement of financial position as at 31 March 2024, and the consolidated and separate statement of financial performance, statement of changes in equity and statement of cash flows for the period then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standards ("IFRS"), and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying condensed consolidated and separate interim financial statements. We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements.

ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated and separate interim financial statements do not give a true and fair view of the financial position of the Group and the Authority as at 31 March 2024, and of its financial performance and its cash flows for the period then ended in accordance with the International Financial Reporting Standards (IFRS).

Tohu Adeleke

For: **PricewaterhouseCoopers**
Chartered Accountants
Lagos, Nigeria



29 July 2024

Engagement Partner: Tolulope Adeleke
FRC/2014/PRO/ICAN/004/0000008319

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