

ACADEMY PRESS PLC

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2014**

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CORPORATE INFORMATION

Directors:	Bashir A. Idris-Animashaun High Chief (Sir) Simeon O. Oguntimehin, OON Olugbenga Ladipo Martin Goodman (British) Wahab B. Dabiri Lasisi Aderibigbe Babatunde J. Fashanu Folasade B. Omo-Eboh (Mrs) Oyewole Olaoye Omosola Sokunbi	- Chairman (Retired wef.19/11/13) - Chairman (Appointed wef.19/11/13) - Managing - Executive - (Appointed wef 29/4/2013) - Executive (Appointed wef.01/04/14)
Secretaries:	Alpha-Genasec Limited, Krestal Laurel Complex (4 th Floor), 376, Ikorodu Road, Maryland, Ikeja, Lagos . Tel: 234(0)8062272121 Email: alpha-genasec@bakertilly.com	
Registered office:	28/32, Industrial Avenue, Ilupeju Industrial Estate, Ilupeju, Lagos . Tel: 01-8981443, 01-8113512, 01-8777607 Email: applc@academypress-plc.com www.academypress-plc.com	
Registered number:	RC. 3915	
Auditors:	HLB Z.O. Ososanya & Co., (Chartered Accountants), Bank of Agriculture Building (1 st Floor), Plot 7, NERDC Road, Ikeja Central Business District, Alausa, Ikeja, P.O. Box 1433, Lagos . Tel: 01-7747861 Email: zoocolagos@yahoo.com www.hlbzoososanya-co.com	
Registrars:	Sterling Registrars Limited, Knight Frank Building (8 th floor), 24, Campbell Street, Lagos . Tel: 2635607, 01-7303445, 01-2805538 E-mail: Info@Sterlingbanking.Com	
Bankers:	Union Bank of Nigeria Plc First Bank of Nigeria Plc Sterling Bank Nigeria Plc Zenith Bank Plc. Guaranty Trust Bank Plc.	

FINANCIAL HIGHLIGHTS

	The Group		Change	The Company		Change
	2014	2013	%	2014	2013	%
	₦'000	₦'000		₦'000	₦'000	
Revenue	2,347,106	2,285,529	3	2,078,615	2,025,609	3
Gross profit	589,717	518,731	13	545,682	476,630	14
Results from operating activities	178,648	127,585	40	220,826	155,128	42
Profit before taxation	82,624	83,381	(1)	130,026	113,126	15
Profit after taxation	102,005	66,246	54	122,550	86,209	42
Declared dividend during the year	(40,320)	(37,800)	7	(40,320)	(37,800)	7
Proposed dividend	40,320	40,320	-	40,320	40,320	-
	=====	=====	=====	=====	=====	=====
At year end:						
Capital expenditure	1,506,328	634,685	137	1,082,878	627,845	72
Paid-up share capital	252,000	252,000	-	252,000	252,000	-
Shareholders' funds	801,006	752,800	6	737,431	655,060	13
	=====	=====	=====	=====	=====	=====
Per share data (kobo)						
Basic earnings per 50k share	20	13	54	24	17	41
Declared dividend per share	8	7.5	7	8	7.5	7
Net assets per share	159	149	7	146	130	12
Share price at year end	₦1.80	₦2.03	(11)	₦1.80	₦2.03	(11)
	=====	=====	=====	=====	=====	=====

REPORT OF THE DIRECTORS

The directors have pleasure in submitting to the members the Consolidated statements of financial position as at 31st March, 2014 together with the consolidated statement of comprehensive income for the year ended on that date.

1. Operating results

The following is a summary of the company's operating results as at 31st March, 2014.

	Group		Company	
	2014	2013	2014	2013
	₦'000	₦'000	₦'000	₦'000
Revenue	2,347,106	2,285,529	2,078,615	2,025,609
Results from operating activities	178,648	127,585	220,826	155,128
Profit before taxation	82,624	83,381	130,026	113,126
Tax expense	7,649	(28,329)	(7,476)	(26,917)
Profit for the year	90,273	55,052	122,550	86,209
	=====	=====	=====	=====

2. Legal form

The company was incorporated as a private limited liability company on 28th July, 1964. By a special resolution, it became a public limited liability company on 22nd October, 1991.

It offered its shares to the public in November 1994 and these shares were listed on the Nigerian Stock Exchange on 15th June, 1995.

3. Principal activities

The company carries on business as printers of educational and general books, and commercial printing of diaries, labels, calendars, periodicals, annual reports, confidential and other printing.

4. Business review and future development

The turnover growth has been minimal for some years. Profitability trend, though sustained has been rather static. This emphasized the relevance of production capacity in the company's ability to increase revenue opportunity in a difficult business environment for printing industry. The expansion of capacity was concluded in the year under review and is expected to address this situation.

There is high hope of improved revenue and profit from the next financial year.

5. **Directors to retire by rotation**

In accordance with Articles 98 to 101 of the Articles of Association of the Company, the Directors to retire by rotation are Mr. Lasisi A. Aderibigbe and Mr. Martin Goodman, being eligible, offer themselves for re-election.

6 **Shareholding**

(a)	A summary of the shareholding position is as follows:-	No. of Shares			
		As At 31/03/14	%	As At 31/03/13	%
	Nigerians (Corporate & individuals)	424,226,757	84.17	426,926,757	84.71
	Foreign investors	54,687,297	10.85	54,687,297	10.85
	Staff	<u>25,085,946</u>	<u>4.98</u>	<u>22,385,946</u>	<u>4.44</u>
		504,000,000	100	504,000,000	100
		=====	=====	=====	=====

(b) **Directors' interest**

Directors' interest in the issued share Capital of the Company as recorded in the register of Members and/or as notified by them for the purpose of Section 275 of the Companies and Allied Matters Act, CAP C20 Laws of the Federation of Nigeria 2004 and in compliance with the listing requirements of the Nigerian Stock Exchange are as follows:

	No. of Shares	
	As at 31/03/14	As at 31/03/13
Bashir A. Idris-Animashaun	70,065,455	70,065,455
High Chief (Sir) Simeon.O. Oguntimehin, OON	651,200	651,200
Olugbenga Ladipo	7,242,211	5,742,211
Martin Goodman	2,101,377	2,101,377
Wahab B. Dabiri	292,500	292,500
Lasisi Aderibigbe	1,294,002	1,094,002
Babatunde J. Fashanu	5,803,434	4,603,434
Folasade B. Omo- Eboh (Mrs)	2,012,500	500,000
Oyewole Olaoye	1,000,000	-

Mr. Bashir A. Idris-Animashaun and High Chief (Sir) Simeon O. Oguntimehin are holding shares indirectly through their investment companies, (Alidan Investments Limited and Anfani Investments Limited respectively).

(c) **Material interest in shares**

Name	Holdings	%
Alidan Investment Limited	70,065,455	13.90
West African Book Publishers	52,400,000	10.40
Hambleside Limited	50,369,341	10.00

(d) **Statistical analysis of shareholding.**

Range of shares	No of holders	%	Units	%
1	-	1,000	481	14.07
1,001	-	5,000	626	18.31
5,001	-	10,000	313	9.15
10,001	-	20,000	1,221	35.71
20,001	-	50,000	402	11.76
50,001	-	100,000	142	4.16
100,001	-	1,000,000	176	5.15
1,000,001	-	5,000,000	37	1.08
5,000,001	-	10,000,000	11	0.32
10,000,001		and above	<u>10</u>	<u>0.29</u>
Grand total			3,419	100
			=====	=====

7. **Directors' interest in contracts**

None of the directors notified the company for the purpose of Section 277 of the Companies and Allied Matters Act, CAP C20, LFN 2004 of any declarable interest in contracts with which the company was involved during the year.

8. **Dividend**

The directors recommend to the shareholders the declaration of a dividend at the Annual General Meeting of 8 kobo per share. The dividend amounts to ~~N~~40,320,000 (2013 –8 kobo = ~~N~~40,320,000). The dividend is subject to deduction of appropriate withholding tax at the time of payment.

Dividend paid during the year represents dividend recommended in the proceeding year but declared at the annual general meeting held during the year.

9. **Property, plant and equipment**

Information relating to changes in property, plant and equipment during the year in the ordinary course of business is given in Note 12 to the financial statements. In the opinion of the directors, the market value of the Group's properties is not less than the value shown in the financial statements.

10. **Personnel**

Employment of physically challenged persons. The company maintains an open policy of extending employment opportunities to physically challenged persons as and when there are openings for such employees. Five of such employees are at present engaged by the company.

Health, safety and welfare. The company provides healthcare facilities for its staff whilst all essential safety regulations are observed in the factories and offices to guarantee maximum protection of employees at work.

Employee training and participation. Staff are kept abreast of up-to-date techniques in the industry through various in-house and outside training courses. Management engages in constant dialogue with its employees particularly on matters affecting their work and welfare.

11 Donations and Charitable Gifts

Donations and charitable gifts made during the year amounted to ~~N~~477,000 (2013– ~~N~~322,500) details of which are provided as follows:

	N
S. S. Peter and Paul Anglican Church	140,000
Friendship Bible and Fellowship Ministries	100,000
Nigerian Armed Forces	110,000
Federal Road Safety Commission	50,000
Ilupeju Police Community	57,000
Zummuratul Islamiyat Primary School II	<u>20,000</u>
	477,000
	=====

12. Auditors

Messrs HLB Z.O. Ososanya & Co., (Chartered Accountants), have indicated their willingness to continue in office as the company's auditors in accordance with Section 357(2) of the Companies and Allied Matters Act, CAP C20, LFN 2004. A resolution will be passed at the annual general meeting to authorise the directors to fix their remuneration.

By order of the Board



ALPHA-GENASECLIMITED
(Secretaries)
FRC/2013/ICSAN/00000003367

Lagos, NIGERIA

23rd June, 2014

CORPORATE GOVERNANCE REPORT

Corporate Governance principles, rules and regulatory requirements of the Nigerian Stock Exchange and Securities and Exchange Commission have indeed been an integral part of the way Academy Press Plc conducts its business.

The company has always been guided by a strong conviction of adhering to transparency, accountability, good management practices and integrity through the adoption and monitoring of corporate strategies, goals and procedures to comply with its legal and ethical responsibilities.

It believes that the implementation of global best practices and corporate governance principles would help to achieve commitment and goals to enhance stakeholders' value.

We present in detail, a statement of how the Board conducted its activities in the last financial year.

1 The Board Composition and its Committees

- The Board has overall responsibility for ensuring that the company is appropriately managed and achieves its strategic objectives.
- The company's Articles of Association provide that the company's Board shall consist of not more than 12 Directors. During the year Mr Bashir A. Animashaun retired as the Chairman of the Board leaving eight Directors; (6) non- executives and (2) executives. However, another executive director was appointed with effect from 1st April, 2014.
- The company's Board comprises of a non- executive Chairman, with a mix of executive and non-executive Directors, all bringing high levels of competencies and experience, with enviable records of achievement in their respective fields.
- The Board meets regularly to set broad policies for the company's business and operations, and ensures that a professional relationship is maintained with the company's auditors in order to promote transparency in financial and non- financial reporting.

2 Role of the Board

- The Board is responsible for the review of goals, major plans of action, annual budget and business plans with overall strategies setting performance objectives, monitoring implementation and corporate performance and overseeing major capital expenditure in the approved budget.
- Ensuring proper accounting records which disclose with reasonable accuracy at anytime, the financial status of the company are maintained and that the financial reporting systems comply with the Companies and Allied Matters Act, CAP C20, LFN 2004.
- Through the establishment of the Board Committees, making recommendations and taking decisions on issues of expenditure that may arise outside the normal meeting schedule of the full Board.
- Ratifying duly approved recommendations and decisions of the Board Committees.
- Periodic and regular review of actual business performance relative to established objectives.
- The Board has supervisory responsibility for overall budgetary planning, major treasury planning and commercial strategies.
- The Board has responsibility for review and approval of internal controls and risk management policies and processes.

3. Record of Directors' Attendance

In accordance with Section 258 (2) of the Companies and Allied Matters Act, CAP C20, LFN 2004, the record of Directors' attendance and meetings during the year 2013/2014 is available for inspection at the Annual General Meeting. The meetings of the Board were presided over by the Chairman and the Board met five (5) times during year.

Written notices of the Board meetings, along with the agenda, were circulated at least seven days before the meetings. The minutes of the meetings are appropriately recorded and circulated.

4. Committees of the Board

.1 Risk Management/Strategy Committee.

The Committee is made up of five members namely:

- | | | | |
|----|----------------------|---|----------|
| 1. | Wahab B. Dabiri | - | Chairman |
| 2. | Martin Goodman | - | Member |
| 3. | Olugbenga Ladipo | - | Member |
| 4. | Babatunde J. Fashanu | - | Member |
| 5. | Folasade B. Omo-Eboh | - | Member |

The committee has oversight responsibility for operational/strategies development and implementation, emerging sectoral and technological development, review of equipment needs and acquisition, new business concern review and implementation, products prospects and market expansion strategies. It also reviews the risk management structure and monitor the risks on continuous basis. The risk management/strategy committee held two (2) meetings during the year ended 31st March, 2014.

.2 Finance & Control Committee:

The committee consists of four members namely:

1. Lasisi Aderibigbe	-	Chairman
2. Olugbenga Ladipo	-	member
3. Babatunde J. Fashanu	-	member
4. Folashade B. Omo-Eboh	-	member

The Finance and Control committee is responsible for reviewing of business plan, annual budget and control, financing arrangement, options, capital restructuring, the review of balance sheet, management accounts, credit/debt management and material control. The committee held two (2) meetings during the year ended 31st March, 2014.

.3 Governance and remuneration Committee.

The committee is made up of three members namely:

1. Wahab B. Dabiri	-	Chairman
2. Femi Akingbe (APBFL Director)	-	member
3. Oyewole Olaoye	-	member

The committee is responsible for the development and evaluation of the company's internal organization and process, identifying qualified Senior executives and ensuring that the company's operating and remuneration policies support the successful recruitment, development and retention of directors and managers. The committee held three (3) meetings in the financial year ended 31st March, 2014.

.4 Audit Committee:

The committee comprises of six members namely:

1. Alhaji (Chief) Sinari B. Daranijo, JP,	-	Chairman
2. Samuel S. Adebayo	-	Member
3. Pastor Albert O. Edun	-	Member
4. Wahab B. Dabiri	-	Director
5. Lasisi Aderibigbe	-	Director
6. Babatunde J. Fashanu	-	Director

In accordance with Section 359 (5) of the Companies and Allied Matters Act CAP C20, LFN 2004, the above members and directors were elected and nominated pursuant to Section 359 (4) of the said Act. The meetings of the committee were held three (3) times during the year. The functions of the committee are laid down in Section 359 (6) of the Companies and Allied Matters Act CAP C20, LFN 2004.

Attendance at meetings during the year ended 31st March, 2014.

Directors/members	Full Board meeting	Risk management/ Strategy committee	Finance and control committee	Governance and remuneration committee	Audit committee
Total number of meetings	<u>5</u>	<u>2</u>	<u>2</u>	<u>3</u>	<u>3</u>
B.A. Idris-Animashaun	4	N/A	N/A	N/A	N/A
High Chief (Sir) S.O. Oguntimehin, OON	5	N/A	N/A	N/A	1
Olugbenga Ladipo	5	2	2	N/A	N/A
Martin Goodman	4	2	N/A	N/A	N/A
Wahab B. Dabiri	5	2	N/A	3	2
Lasisi Aderibigbe	5	N/A	2	N/A	3
Babatunde.J. Fashanu	5	2	2	N/A	3
Folashade B. Omo-Eboh (Mrs)	5	2	2	N/A	N/A
Alhaji (Chief) S. B. Daranijo, JP.	N/A	N/A	N/A	N/A	3
Samuel Adebayo	N/A	N/A	N/A	N/A	3
Pastor Albert. O. Edun	N/A	N/A	N/A	N/A	3
Femi Akingbe	N/A	N/A	N/A	3	N/A
Oyewole Olaoye	4	N/A	N/A	3	N/A

Note: N/A means not applicable

.5 Management Team

The day-to-day management of the business is the responsibility of the Managing Director who is assisted by a Management Team made up of an Executive Director and Heads of all departments in the company. The management team holds scheduled meetings at least once a month to deliberate on critical issues affecting the day to day running of the company.

REPORT OF THE AUDIT COMMITTEE

We, the Audit Committee members of Academy Press Plc, in accordance with the provisions of Section 359 (6) of the Companies and Allied Matters Act, CAP C 20, LFN 2004, have carried out the following statutory functions:

1. Confirmed that the accounting and reporting policies of the company are in accordance with legal requirements and agreed ethical practices.
2. Reviewed the scope and plan of the audit for the year ended 31st March, 2014.
3. Reviewed the external and internal auditors' recommendations on accounting procedures and internal controls and management's responses thereon.

In our opinion, the scope and planning of the audit for the year ended 31st March, 2014 were adequate and management's responses to the Auditors' findings were satisfactory.



Alhaji (Chief) Sinari B. Daranijo, JP.

Chairman.

FRC/2014/ICSAN/00000007262

19th June, 2014

- | | | |
|----|--|------------------------------|
| 1) | Alhaji (Chief) Sinari B. Daranijo, JP - (Chairman) | Shareholders' Representative |
| 2) | Samuel S Adebayo | Shareholders' Representative |
| 3) | Pastor Albert O. Edun | Shareholders' Representative |
| 4) | Wahab B. Dabiri | Directors' Representative |
| 5) | Lasisi Aderibigbe | Directors' Representative |
| 6) | Babatunde J. Fashanu | Directors' Representative |

STATEMENT OF DIRECTORS' RESPONSIBILITIES

In accordance with the provisions of Sections 334 and 335 of the Companies and Allied Matters Act, CAP C20, LFN 2004, the company's directors are responsible for the preparation of financial statements which give a true and fair view of the state of affairs of the company at the end of each financial year, and of the profit or loss for the year in compliance with International Financial Reporting Standard (IFRS) and in the manner required by the Companies and Allied Matters Act of Nigeria and the Financial Reporting Council of Nigeria Act, 2011. In doing so, they ensure that :-

- proper accounting records that disclose with reasonable accuracy, the financial position of the company with the requirements of the Companies and Allied Matters Act, CAP C20 LFN, 2004 are maintained;
- applicable accounting standards are followed;
- suitable accounting policies which comply with IFRS are adopted and
- judgements and estimates made are reasonable and prudent;
- the going concern basis is used, unless it is inappropriate to presume that the company will continue in business; and
- adequate internal control procedures are instituted which, as far as is reasonably possible, safeguard the assets and prevent and detect fraud and other irregularities.

The Directors are of the opinion that the financial statements give a true and fair view of the state of the financial position of the company 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.

The Directors have made assessment of the company's ability to continue as a going concern and have no reason to believe that the company will not remain a going concern in the year ahead.

The Consolidated Financial Statements of the company for the year ended March 31, 2014 were approved by the Directors on 23rd June, 2014.

On behalf of the Directors of the Company.



High Chief (Sir) Simeon O. Oguntimehin, **OON**

Chairman

FRC/2013/ICAN/00000003428



Olugbenga Ladipo

Managing Director

FRC/2013/ICAN/00000003252



Wahab B. Dabiri

Director

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ACADEMY PRESS PLC

Report on the financial statements

We have audited the accompanying consolidated and separate financial statements of Academy Press Plc (the Company) and its subsidiary companies (together “the Group”) which comprise the consolidated and separate statements of financial position as at March 31, 2014 and the consolidated and separate statement of comprehensive income, consolidated and separate statement of changes in equity, consolidated and separate statement of cash flows for the year then ended. and a summary of significant accounting policies and other explanatory information, as set out on pages 14 to 57.

Directors’ Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these consolidated and separate financial statements in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Companies and Allied Matters Act, CAP C20, LFN 2004 and the Financial Reporting Council of Nigeria Act, 2011 and for such internal control as the Directors determine are necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditors’ Responsibility

Our responsibility is to express an independent opinion on these consolidated and separate financial statements based on our audit. **We conducted our audit in accordance with International Standards on Auditing.** Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated and separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors’ judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity’s preparation and fair presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion, the consolidated and separate financial statements give a true and fair view of the financial position of Academy Press Plc (“the Company”) and its subsidiary companies (together “the Group”) as at 31st March, 2014 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) and Financial Reporting Council of Nigeria, Act 2011 and in the manner required by Companies and Allied Matters Act of Nigeria.

Report on other legal and regulatory requirements

The Companies and Allied Matters Act, CAP C20 LFN, 2004 requires that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- ii) In our opinion, proper books of account have been kept by the company so far as appears from our examination of those books, and
- iii) The company’s consolidated and separate statement of financial position and consolidated and separate statement of comprehensive income are in agreement with the books of account.

Adebayo Lasabi

Lasabi Adebayo Isaac
FRC/2013/MULTI/00000004364
For: HLB Z.O. Ososanya & Co
(Chartered Accountants)

24th June, 2014
Lagos, NIGERIA

CONSOLIDATED AND SEPARATE STATEMENTS OF COMPREHENSIVE INCOME

		Group		Company	
		Year ended	Year ended	Year ended	Year ended
		31/03/14	31/03/13	31/03/14	31/03/13
	Notes	₦'000	₦'000	₦'000	₦'000
Revenue	4	2,347,106	2,285,529	2,078,615	2,025,609
Cost of sales		<u>(1,757,389)</u>	<u>(1,766,798)</u>	<u>(1,532,933)</u>	<u>(1,548,979)</u>
Gross profit		589,717	518,731	545,682	476,630
Selling expenses		(60,326)	(64,060)	(59,431)	(62,737)
Administrative expenses		(405,324)	(377,846)	(314,698)	(304,606)
Other income	6	<u>54,581</u>	<u>50,760</u>	<u>49,273</u>	<u>45,841</u>
Results from operating activities		178,648	127,585	220,826	155,128
Finance income	7.1	45,908	86,402	45,908	85,867
Finance expenses	7.2	<u>(141,932)</u>	<u>(130,606)</u>	<u>(136,708)</u>	<u>(127,869)</u>
Net finance cost		<u>(96,024)</u>	<u>(44,204)</u>	<u>(90,800)</u>	<u>(42,002)</u>
Profit before taxation	8	82,624	83,381	130,026	113,126
Tax expense	10.1	<u>7,649</u>	<u>(28,329)</u>	<u>(7,476)</u>	<u>(26,917)</u>
Profit for the year		90,273	55,052	122,550	86,209
Other comprehensive income		-	-	-	-
Total comprehensive income attributable to :					
Owners of the Company		90,273	55,052	122,500	86,209
Non-controlling interest		<u>11,732</u>	<u>11,194</u>	-	-
Total comprehensive income for the year		102,005	66,246	122,500	86,209
Basic earnings per share	11	20.24 k	13.14k	24.32k	17.10k

The accompanying notes on pages 19 to 53 and non-IFRS Statements on pages 54 to 56 form an integral part of these consolidated and separate financial statements.

CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

	Notes	Group			Company		
		31/03/14 N'000	31/03/13 N'000	31/03/12 N'000	31/03/14 N'000	31/03/13 N'000	31/03/12 N'000
Non-Current assets:							
Property, plant and equipment	12	2,671,322	1,444,836	1,071,604	2,006,361	1,187,247	804,837
Intangible assets	13	1,181	1,541	2,164	830	855	1,143
Investments	14	-	-	147	49,550	49,550	49,697
Total non-current assets		<u>2,672,503</u>	<u>1,446,377</u>	<u>1,073,915</u>	<u>2,056,741</u>	<u>1,237,652</u>	<u>855,677</u>
Current assets:							
Inventories	15	411,081	521,749	613,689	313,887	421,527	469,626
Trade and other receivables	16	601,825	588,333	632,383	530,833	431,981	504,485
Equity contribution to lease facilities	16	92,761	116,811	500,699	92,761	116,811	500,699
Cash and cash equivalents	17	<u>13,698</u>	<u>874,793</u>	<u>16,017</u>	<u>8,708</u>	<u>871,761</u>	<u>12,514</u>
Total current assets		<u>1,119,365</u>	<u>2,101,686</u>	<u>1,762,788</u>	<u>946,189</u>	<u>1,842,080</u>	<u>1,487,324</u>
Total assets		<u>3,791,868</u>	<u>3,548,063</u>	<u>2,836,703</u>	<u>3,002,930</u>	<u>3,079,732</u>	<u>2,343,001</u>
Liabilities:							
Current liabilities:							
Bank and overdraft, etc	17	79,311	52,885	54,927	42,850	35,432	42,662
Trade and other payables	18	1,182,981	1,025,608	947,227	875,611	806,002	730,561
Current income tax liabilities	10.2	177,302	154,426	131,399	124,946	102,679	77,478
Current portion of long term loans	22	<u>410,608</u>	<u>295,520</u>	<u>284,742</u>	<u>363,528</u>	<u>294,381</u>	<u>280,803</u>
Total current liabilities		<u>1,850,202</u>	<u>1,528,439</u>	<u>1,418,295</u>	<u>1,406,935</u>	<u>1,238,494</u>	<u>1,131,504</u>
Non-Current liabilities:							
Deferred taxation liabilities	20	33,705	86,375	103,073	13,144	49,257	66,142
Non-current portion of long-term loans	22	1,031,819	1,113,599	533,528	813,682	1,113,599	532,389
Retirement benefits obligation	21	<u>75,136</u>	<u>66,850</u>	<u>46,473</u>	<u>31,738</u>	<u>23,322</u>	<u>6,315</u>
Total non-current liabilities		<u>1,140,660</u>	<u>1,266,824</u>	<u>683,074</u>	<u>858,564</u>	<u>1,186,178</u>	<u>604,846</u>
Total liabilities		<u>2,990,862</u>	<u>2,795,263</u>	<u>2,101,369</u>	<u>2,265,499</u>	<u>2,424,672</u>	<u>1,736,350</u>
Equity							
Share capital	23	252,000	252,000	252,000	252,000	252,000	252,000
Share premium	24	25,474	25,474	25,474	25,474	25,474	25,474
Retained earnings	25	<u>483,726</u>	<u>421,900</u>	<u>393,454</u>	<u>459,957</u>	<u>377,586</u>	<u>329,177</u>
Equity attributable to owners of the Company		<u>761,200</u>	<u>699,374</u>	<u>670,928</u>	<u>737,431</u>	<u>655,060</u>	<u>606,651</u>
Non-controlling interest	26	<u>39,806</u>	<u>53,426</u>	<u>64,406</u>	-	-	-
Total equity		<u>801,006</u>	<u>752,800</u>	<u>735,334</u>	<u>737,431</u>	<u>655,060</u>	<u>606,651</u>
Total equity and liabilities		<u>3,791,868</u>	<u>3,548,063</u>	<u>2,836,703</u>	<u>3,002,930</u>	<u>3,079,732</u>	<u>2,343,001</u>

The accompanying notes on pages 19 to 53 and non- IFRS Statements on pages 54 to 56 form an integral part of these consolidated and separate financial statements.



High Chief (Sir) S. O. Oguntimehin, OON
Chairman, Board of Directors
FRC/2013/1CAN/00000003428



Olugbenga Ladipo
Managing Director
FRC/2013/1CAN/00000003252



Tajudeen A. Lawal
Chief Finance Officer
FRC/2013/1CAN/00000002841

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital N'000	Share premium N'000	Retained earnings N'000	Total N'000	Non controlling interest N'000	Total equity N'000
1 st April, 2012	252,000	25,474	393,454	670,928	64,406	735,334
Profit for the year	-	-	66,246	66,246	(10,980)	55,266
Other comprehensive income:	-	-	-	-	-	-
Total comprehensive income	-	-	66,246	66,246	(10,980)	55,266
Transactions with owners recorded directly in equity						
Dividend to equity holders	-	-	(37,800)	(37,800)	-	(37,800)
Balance at 31st March, 2013	252,000	25,474	421,900	699,374	53,426	752,800
Balance at 1st April, 2013	252,000	25,474	421,900	699,374	53,426	752,800
Profit for the year:						
Profit or loss	-	-	102,005	102,005	(11,732)	90,273
Other comprehensive income	-	-	141	141	(1,888)	(1,747)
Total comprehensive income	-	-	102,146	102,146	(13,620)	88,526
Transactions with owners recorded directly in equity						
Dividend to equity holders	-	-	(40,320)	(40,320)	-	(40,320)
Balance as at 31st March, 2014	252,000	25,474	483,726	761,200	39,806	801,006

The accompanying notes on pages 19 to 53 and non-IFRS Statements on pages 54 to 56 form an integral part of these consolidated and separate financial statements.

SEPARATE STATEMENT OF CHANGES IN EQUITY

	Share Capital N'000	Share premium N'000	Retained earnings N'000	Total N'000
1 st April, 2012	252,000	25,474	329,177	606,651
	-----	-----	-----	-----
Profit for the year	-	-	86,209	86,209
Other comprehensive income:	-	-	-	-
	-----	-----	-----	-----
Total comprehensive income	-	-	86,209	86,209
	-----	-----	-----	-----
Transactions with owners, recorded directly in equity.				
Dividend to equity holders	-	-	(37,800)	(37,800)
	-----	-----	-----	-----
Balance at 31st March, 2013	252,000	25,474	377,586	655,060
	=====	=====	=====	=====
Balance at 1st April, 2013	252,000	25,474	377,586	655,060
	-----	-----	-----	-----
Profit for the year				
Profit or loss	-	-	122,550	122,550
Other comprehensive income:-				
Adjustment on depreciation	-	-	141	141
	-----	-----	-----	-----
Total comprehensive income	-	-	122,691	122,691
	-----	-----	-----	-----
Transactions with owners, recorded directly in equity:				
Dividend to equity holders	-	-	(40,320)	(40,320)
	-----	-----	-----	-----
Balance as at 31st March, 2014	252,000	25,474	459,957	737,431
	=====	=====	=====	=====

The accompanying notes on pages 19 to 53 and non-IFRS statements on pages 54 to 56 form an integral part of these Consolidated and separate financial statements.

CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

	Notes	Group	Company	Company	Company
		Year ended	Year ended	Year ended	Year ended
		31/03/14	31/03/13	31/03/14	31/03/13
		N'000	N'000	N'000	N'000
<i>Cash flows from operatives activities</i>					
Cash generated from operations	27.2	773,714	664,126	620,377	652,547
Retirement benefits paid		(63,654)	(45,720)	(58,619)	(42,450)
Tax paid		<u>(22,145)</u>	<u>(22,001)</u>	<u>(21,322)</u>	<u>(18,601)</u>
<i>Net cash generated from operating activities</i>		687,915	596,405	540,436	591,496
		=====	=====	=====	=====
<i>Cash flows investing activities:</i>					
Redemption of investment		-	147	-	147
Purchase of property, Plant and equipment		(1,506,328)	(634,685)	(1,082,878)	(627,845)
Purchase of Computer Software		(192)	-	(192)	-
Investment income		-	386	-	83
Proceeds on disposal of plant and Equipment		10,070	5,832	10,003	3,533
Deposit for production equipment		<u>24,050</u>	<u>383,888</u>	<u>24,050</u>	<u>383,888</u>
<i>Net cash absorbed in investing activities</i>		(1,472,400)	(244,432)	(1,049,017)	(240,194)
		=====	=====	=====	=====
<i>Cash flows from financing activities:</i>					
Finance income		45,908	86,402	45,908	85,867
Finance costs		(141,932)	(130,606)	(136,708)	(127,869)
Dividend paid		(40,320)	(37,800)	(40,320)	(37,800)
Long-term loans		<u>33,308</u>	<u>590,849</u>	<u>(230,770)</u>	<u>594,977</u>
<i>Net cash (outflow)/inflow from financing activities</i>		(103,036)	508,845	(361,890)	515,175
		=====	=====	=====	=====
<i>Net (decrease)/increase in cash and cash equivalents</i>		(887,521)	860,818	(870,471)	866,477
<i>Cash and cash equivalents as at 1st April</i>		<u>821,908</u>	<u>(38,910)</u>	<u>836,329</u>	<u>(30,148)</u>
<i>Cash and cash equivalents as at 31st March</i>	17	(65,613)	821,908	(34,142)	836,329
		=====	=====	=====	=====

The accompanying notes on pages 19 to 53 and non-IFRS statements on pages 54 to 56 are an integral part of these consolidated and separate financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1 General information

Academy Press Plc was incorporated in Nigeria as a private limited liability company on 28th July, 1964. By a special resolution, it became a public limited liability company on 22nd October, 1991. It offered its shares to the public in November, 1994 and these shares were listed on the Nigerian Stock Exchange on 15th June, 1995.

The registered address of the company is located at 28-32, Industrial Avenue, Ilupeju Industrial Estate, Ilupeju, Lagos.

The principal activity of the company is the printing of educational and general books, commercial printing of diaries, labels, calendars, periodicals, annual reports, confidential and other printing works.

The consolidated financial statements of the Group for the year ended 31st March, 2014 comprise the company and its subsidiaries.

The separate financial statements of the company for the year ended 31st March, 2014 comprise those of the company only.

The consolidated and separate financial Statements for the year ended 31st March, 2014 were authorized for issue by the Board of Directors on 23rd June, 2014

2 Summary of significant accounting policies

The principal accounting policies that have been applied in the preparation of the consolidated and separate financial statements are set out below. These accounting policies have been consistently applied to all the years presented.

2.1 Statement of compliance

The consolidated and separate financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) **as issued by the International Accounting Standard Board (IASB)**, and interpretations issued by the International Financial Reporting Interpretations committee of IASB (together IFRS) that are effective at 31st March 2014 and requirements of the Companies and Allied Matters Act (CAMA) of Nigeria and the Financial Reporting Council (FRC) Act of Nigeria.

2.2 Basis of presentation

The consolidated and separate financial statements have been prepared in accordance with the going concern principle under the historical cost basis. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

Fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability that market participants would take into account when pricing the asset or liability at the measurement date.

Fair value for measurement and/or disclosure purposes in these consolidated and separate financial statements is determined on such a basis, except for the leasing transactions that are within the scope of IAS 17 and measurements that have some similarities to fair value but are not fair value, such as net realizable value in IAS 2 or where in use in IAS 36.

2.3 Functional and presentation currency

These consolidated and separate financial statements are presented in Nigerian Naira, which is the company's functional currency. All financial information presented in Naira has been rounded to the nearest thousand, except where otherwise indicated.

2.4 Use of estimates and judgments.

In the application of the company's accounting policies which are described in note 3 below, the management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions, are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimate is revised if the revision affects only that year or in the year of the revision and future years if the revision affects both current and future years.

The following are the critical judgements and estimates the management has made in the process of applying the company's accounting policies and that have the most significant effect on the amounts recognized in both the consolidated and separate financial statements.

(i) Property, plant and equipment

Property, plant and equipment represent a significant proportion of the asset base of the company, accounting for 67% of the company's total assets. Therefore, the estimates and assumptions made to determine their carrying value and related depreciation are critical to the company's financial position and performance.

The charge in respect of periodic depreciation is derived after determining an estimate of an assets expected useful life and the expected residual value at the end of its life. Increasing an assets expected life or its residual value would result in the reduced depreciation charge in the statement of comprehensive income. The useful lives and residual values of property, plant and equipment are determined by management based on historical experience as well as anticipation of future events and circumstances which may impact their useful lives.

(ii) Allowance for doubtful receivables

Judgement is exercised to make allowance for trade receivables doubtful of recovery by reference to the financial and other circumstances of the debtor in question. Based on objective evidence of impairment, the company makes a collective impairment allowance for doubtful debts.

3 **Basis of consolidation**

(i) **Subsidiaries**

Subsidiaries are entities controlled by the Group and hence fully consolidated Control exists when the Group has the power directly or indirectly to govern the financial and operating policies of a company so as to obtain benefits from its activities. In assessing control, potential voting rights that are currently exercisable are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. The accounting policies of the subsidiaries have been modified where necessary to align them with the policies adopted by the Group.

In the company's separate financial statements, investments in subsidiaries are carried at cost.

(ii) **Transactions eliminated on consolidation**

Intra-group balances and transactions and any gain and losses arising from intra-group transactions are eliminated in preparing the consolidated financial statements. Unrealised losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

(iii) **Non- controlling interest**

Non- controlling interest is the equity in a subsidiary not attributable directly or indirectly to a parent company and is presented separately in the consolidated statements of profit or loss, in the consolidated statement of comprehensive income and within equity in the consolidated statement of financial position. Total comprehensive income and equity attributable to non-controlling interests are presented on the line "Non-controlling interest" in the statement of comprehensive income and statement of financial position respectively, even if it can create negative non-controlling interests.

(b) **Revenue recognition**

Revenue is recognized at the fair value of the consideration received or receivable, and represents amounts receivable for printing jobs done, excluding returns, trade discounts and value added tax.

Revenue for printing jobs done is recognized when:

- The significant risks and rewards of ownership have been transferred to the customer.
- It is probable that the economic benefits associated with the transaction will flow to the company and the revenue can be measured reliably.
- The costs incurred in respect of the transaction can be measured reliably.
- The company retains neither continuing management to the degree usually associated with ownership nor effective control over the jobs produced.

(c) **Finance income**

Finance income is made up of interest income on short- term deposits with bank, dividend income, changes in the fair value of financial assets at fair value through profit or loss and foreign exchanges gains.

Dividend income from investments is recognized in profit or loss when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably).

Interest income from financial assets (short term deposits) is recognized when it is probable that the economic benefits will flow to the Group and the amount of income can be measured readily. Interest income is accrued on a time basis by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

(d) **Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

(e) **Government Assistance**

Government assistance relating to the benefit of a government agent's loan (e.g. Bank of Industry Limited) at a below-market rate of interest is treated as government assistance, measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates. The amount recognized as government assistance, is recognized in profit or loss over the period the related expenditure is incurred.

(f) **Property, plant and equipment**

(i) **Recognition and measurement**

Items of property, plant and equipment are measured at cost or deemed cost less accumulated depreciation and accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. Property, plant and machinery under construction are disclosed as capital work-in-progress. The cost of construction recognized includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use including borrowing costs on qualifying assets in accordance with the Group's accounting policy.

Such assets are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other assets commences when the assets are ready for their intended use.

When parts of an item of property, plant and equipment have different useful lives, and are individually significant in relation to total cost of an item, they are accounted for as separate items (major components) of property, plant and equipment.

(ii) **Subsequent costs**

The cost of replacing a component of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the component will flow to the Group and its cost can be measured reliably.

The carrying amount of the replaced component is derecognized. The cost of day-to-day repairs and maintenance of the property, plant and equipment is recognized in profit or loss as incurred.

(iii) Derecognition

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined by comparing the proceeds from disposal with the carrying amount of the asset and is recognized within other income in profit or loss.

(iv) Depreciation

Depreciation is calculated on a straight line basis to write down the cost or other amount substituted for cost of property plant and equipment to their residual values over their estimated useful lives as follows:

Leasehold land and buildings		Over the remaining lease period
Plant and machinery	-	12.5%
Furniture, fittings and equipment	-	20%
Commercial vehicles	-	20%
Private cars	-	25%
Amortisation of computer software	-	20%

Depreciation is recognized within “cost of sales“ administrative and selling expenses” depending on the utilization of the respective assets.

(g) Intangible assets

In accordance with criteria set out in IAS 38- “Intangible assets,” intangible assets are recognized only if identifiable, controlled by the entity because of past events; it is probable that the expected future economic benefits that are attributable to the asset will flow to the Group and the cost of the asset can be measured reliably. Intangible assets primarily include amortizable items such as software, mineral rights as well as certain development costs that meet the IAS 38 criteria.

Intangible assets with finite useful lives that are acquired separately (that is Software not integral to the related computer hardwares acquired by the Group) are carried at cost less accumulated amortization and accumulated impairment losses.

(i) Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in specific asset to which it relates. All other costs associated with maintaining computer software programmes are recognized in profit or loss as incurred.

(ii) Amortization

Amortization is recognized in profit or loss on a straight-line basis over the estimated useful life of the software, from the date that the asset is available for use which does not exceed five years.

(h) **Leases – Leased assets**

The Group engages majorly on finance leases in which it assumes, substantially all the risks and rewards of ownership.

In accordance with IAS 17, the Group capitalizes assets financed through finance leases where the lease arrangement transfers to the Group substantially all of the rewards and risks of ownership. Lease arrangements are evaluated based upon the following criteria:

- the lease term in relation to the assets' useful lives;
- the total future payments in relation to the fair value of the financed assets;
- existence of transfer of ownership;
- existence of favourable purchase option; and
- specificity of the leased asset.

Upon initial recognition the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset. The corresponding lease obligations excluding finance charges are included in current or long term financial liabilities as applicable.

(i) **Inventories**

Inventories are measured at the lower of cost and net realizable value with appropriate provisions for old and slow moving items. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

Cost is determined as follows:

Raw materials

Raw materials which include purchase cost and other costs incurred to bring the materials to their location and condition intended by the management are valued using weighted average cost basis.

Work in progress

Cost of work-in-progress includes cost of materials and attributable overheads to the level of completion.

Spare parts and consumables

Spare parts and other consumables are valued at weighted average cost after making allowance for slow moving stocks while obsolete and damage items are expensed. The spare parts are generic in nature hence they are classified as inventory and are recognized in the profit or loss as consumed.

Goods-in- transit.

Goods-in- transit are carried at purchase cost to date.

(j) **Financial instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity- Financial assets are classified into the following specified categories:

- Financial assets “at fair value through profit or loss” (FVTPL) of which financial instruments are further classified as either held for trading (HFT) or designated at fair value option (FVO).
- “held –to maturity” – Investments.
- “available –for – sale” (AFS) financial assets .
- “Loans and receivables” (which include amounts to related parties, loans and receivables).

The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

Financial assets and liabilities are recognized in the statement of financial position when the company becomes a party to the contractual obligation of the instrument. Purchases or sales under a contract whose terms require delivery of the asset within the time frame established generally by regulation or convention in the market place concerned are accounted for at the reporting date.

Financial instruments in the category of financial assets and liabilities at fair value through profit or loss (FVTPL) are recognized initially and subsequently at fair value and the relevant transaction costs are expensed in the statement of comprehensive income. Gains and losses arising from changes in fair value are also presented in the statement of comprehensive income within other gain and losses (net) in the period in which they arise. On the other hand, transaction costs directly attributable to the acquisition or issue of the financial instruments are only recognized in determining the carrying amount, if the financial instruments are not measured at fair value through profit or loss.

The Group does not make use of the option to designate financial assets or financial liabilities at fair value through profit or loss at inception. The company does not have any financial assets classified as available for sale or held to maturity at the reporting date.

(i) ***Loans and receivables***

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

Loans, bank balances and cash and others e.g. treasury bills are measured at armortised cost using the effective interest method, less any impairment.

(ii) ***Cash and cash equivalents.***

For the purposes of the statement of cash flow, the company considers highly liquid unrestricted investments that are readily convertible into known amounts to be cash equivalents. Bank overdrafts that are repayable on demand and form an integral of the company’s cash management are included as a component of cash and cash equivalents.

(iii) ***Derecognition of financial assets***

The financial assets are derecognised by the company only when the contractual rights to the cashflows from the assets have expired, or when it transfers the financial assets and substantially all the risk and rewards of ownership of the assets to another entity. On derecognition of a financial asset in its entirety, the difference between the assets carrying amount and the sum of the consideration received and receivable and the accumulated gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss.

(iv) ***Financial liabilities.***

Financial liabilities are classified as either at fair value through profit or loss (FVTPL) or other financial liabilities (which include loans from banks and related parties and trade and other payables).

(v) **Derecognition of financial liabilities**

The Group derecognizes financial liabilities when and only when, the company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

(vi) **Offsetting**

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when the Group has a legal right to offset the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

(vii) **Effective interest method**

The effective interest method is a method of calculating the amortised cost of an interest bearing financial instrument and of allocating interest income and expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash flows (including all fees and dues paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or where appropriate, a shorter period, to the net carrying amount on initial recognition.

(k) **Impairment of financial assets**

The Group assesses at the end of each reporting period whether there is objective evidence that a financial asset or group of financial assets not carried at fair value through profit or loss is impaired.

A financial asset is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the financial asset (a loss event) and that the loss event (or events) had a negative effect on the estimated future cash flows of the financial asset that can be reliably estimated.

The basis that the company applies to determine that there is objective evidence of an impairment loss includes:

- Significant financial difficulty of the issuer or counterparty; or breach of contract, such as default or delinquency in interest or principal payments; or
- Restructuring of an amount due to the company on term that the company would not consider otherwise or
- Indications that a debtor or issuer will enter bankruptcy.
- Deterioration of the debtors/borrowers competitive position.
- The disappearance of an active market for a security.

For certain categories of financial assets, such as receivable assets that are assessed not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the Group's past experience of collecting payments, an increase in the number of delayed payments in the portfolio passed the average credit period, as well as observable changes in national or local economic conditions that correlate with default on receivables.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between the carrying amount and the present value of the estimated future cash flows discounted at the original effective interest rate. The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables where the carrying amount is reduced through the use of an allowance account. When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously provided for or written off are recognized in profit or loss.

All impairment losses are recognized in profit or loss. An impairment loss is reversed if the reversal can be related objectively to an event occurring after the impairment loss was recognized.

(l) Trade and other current liabilities

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers or service providers. Account payables are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Trade payables are recognized initially at fair value and subsequently measured at amortised cost using the effective interest method.

(m) Provision

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event and it is probable that Group will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions for restructuring costs are recognized when the Group has a detailed formal plan for the restructuring that has been communicated to affected parties.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period taking into account the risk and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Provisions are not recognized for future operating losses.

Contingencies

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company, or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

Contingent liabilities are only disclosed by way of note and not recognized as liabilities in the consolidated statement of financial position.

(n) Foreign currency transactions

In preparing the financial statements of the Group's individual entity, transactions in currencies other than the entities' functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the date of the transactions. At the end of each reporting period, monetary assets and liabilities denominated in foreign currencies are retranslated to the functional currency at the exchange rates prevailing at that date. Exchange differences arising there-from are recognized in profit or loss.

(o) Employees benefits

The company provides post-employment benefits through defined benefit plan and pension fund scheme stated below.

(a) Defined benefit scheme

The Group has a defined benefit gratuity scheme for its employees which is funded under this scheme, a specific amount in accordance with the Benefit Scheme Policy is contributed by the Group and charged to profit or loss account over the service life of the employees. These employees entitlements are calculated based on their actual basic salaries, transport and housing at the end of each month and paid to Academy Press Gratuity Trust Fund.

(b) Defined contribution scheme

In line with the provisions of the Pension Reform Act 2004, the company established a defined contribution pension scheme for its employees. Employees contributions of 7.5% of their insurable earnings (basic, housing and transport) to the scheme are funded through payroll deductions while the Group's contributions of 10% are charged to profit or loss.

(p) Current and deferred income tax

The tax expenses for the period comprises current and deferred tax. Tax is recognized in profit or loss, except to the extent that it relates to items recognized directly in equity. In this case, the tax is also recognized in equity and subsequently recognized in profit or loss when the related deferred gain or loss is recognized.

(i) Current tax

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the reporting date.

(ii) Deferred taxation (IAS 12)

Deferred income tax is calculated using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax is determined using tax rates enacted or substantively enacted at the reporting date and are expected to apply when the related deferred income tax liability is to be settled.

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized.

The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of the asset or liability and is not discounted. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax assets and liabilities and they relate to taxes levied by the same tax authority on the same taxable entity.

Changes in deferred tax assets or liabilities are recognised as a component of tax income or expense in profit or loss, except where they relate to items that are recognized in other comprehensive income (such as the revaluation of land) or directly in equity in which case the related deferred tax is also recognized in other comprehensive income or equity, respectively.

(q) Share capital

Ordinary shares are classified as equity, incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effects.

(r) Dividend

Dividend distributions payable to equity shareholders is recognised as liability after the reporting date when declared and approved by shareholders at the annual general meeting.

(s) Related parties

Related parties include the subsidiaries and related companies, directors, their close family members and any employee who is able to exert a significant influence on the operating policies of the company are also considered as related parties. Key management personnel are also regarded. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the entity.

(t) Risk management

(i) Group's risk review

The Group's business operations are largely diversified spread across different geographical locations. This necessitates the need for proper identification, measurement, aggregation and effective management of risks and efficient utilization of capital to derive an optimal risk and return ratio.

Risks associated with the business of the Group include credit risk, liquidity risk Market risk, operational risk, and interest rate risk.

(ii) Risk management approach

The Group addresses the challenge of risks comprehensively through an enterprise wide risk management framework by applying leading practices that is supported by a robust governance structure consisting of the Board of Directors and Executive Management Committees. The board drives the risk governance and compliance process through its committees. The audit committee provides oversight on the systems of internal control, financial reporting and compliance. The Risk Management/Strategy Committee reviews relevant business risks and the operational and technological development. The Finance and control committee reviews business plan, annual budget and control, financing arrangement, balance sheets, management accounts, options, capital restructuring, credit/debt management and material control. The Board's Governance/remuneration committee is responsible for the development and evaluation of the company's internal organization and process, reviews the operating and remuneration policies.

(iii) Credit risk

Credit risk is the risk of financial loss to the Group, if a customer or counterparty to a financial instrument fails to meet contractual obligations arising principally from the company receivables from customers.

The Group's principal exposure to credit risk is influenced by the individual characteristics of each customer, cash and cash equivalent and deposits with banks and other financial institutions.

(iv) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivery of cash or other financial assets. The Group's approach to managing liquidity is to ensure as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

Usually, the Group ensures that it has sufficient cash on demand to meet expected operational expenses, including the servicing of financial obligations, this excludes the potential impact of extreme circumstances that cannot be reasonably predicted, such as natural disasters.

(v) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risks management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

The Group manages market risk by keeping costs low to keep prices within profitable range, interest rates are benchmarked to NIBOR (for all local loans) with large margin of fixed rates.

The Group is not exposed to any equity risk.

(vi) Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide range of causes associated with the Group's processes, personnel, technology and infrastructure and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behaviour.

Operational risks arise from all the Group's operations.

The Group's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the Group's reputation with overall cost effectiveness and to avoid control procedures that restrict initiative and creativity.

The primary responsibility for the development and implementation of controls to address operational risks is assigned to senior management within each department. This responsibility is supported by the development of overall company standards for the management of operational risk in the following areas:

- Compliance with regulatory and other legal requirement.
- Requirements for the appropriate segregation of duties including the independent authorization of transactions.
- Requirements for the reconciliations and monitoring of transactions.
- Requirement for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified.
- Documentation of controls and procedures.
- Development of contingency plans.
- Training and professional development.
- Ethical and business standards.
- Risk mitigation, including insurance when it is effective.

Compliance with the Group's value is supported by a programme of periodic reviews undertaken by internal Audit. The results of internal audit reviews are discussed with the manager of the department to which they relate, with summaries submitted to the audit committee and senior management of the Group.

(vii) Interest rate risk

The Group adopts a policy of ensuring that a significant element of its exposure to changes in interest rates on borrowings is on a fixed rate basis. This is achieved by entering into loan arrangement with mixed interest rate sources variable interest rates are marked against the ruling LIBOR/NIBOR rates to reduce the risk arising from interest rates.

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
4. Revenue				
An analysis of revenue by geographical area is as follows:				
Nigeria	2,347,106	2,285,529	2,078,615	2,025,609
	=====	=====	=====	=====

All printing jobs from which the entire revenue stated above were earned are to the external customers.

5. Segment information

The Executive Management Team has been identified as the chief operating decision maker who is responsible for allocating resources and assessing performance of the operating segments. The Executive Management Team reviews internal management reports on a monthly basis. These internal reports are prepared on the same basis as the accompanying consolidated and separate financial statements.

The segments information which used to be reported along geographical areas of operation on countries of operation is now one central report as operations in other West African countries are currently nil due to dearth of patronage.

6 Other income

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
Gain on fixed assets disposed	67	4,735	-	3,050
Rent receivable	1,989	2,085	1,989	2,085
Government assistance (Note 22(e))	45,351	38,004	45,351	38,004
Investment income	-	386	-	83
Net income on sale of paper	1,134	1,832	-	-
Sales of waste	195	172	-	-
Other miscellaneous income	<u>5,845</u>	<u>3,546</u>	<u>1,933</u>	<u>2,619</u>
	<u>54,581</u>	<u>50,760</u>	<u>49,273</u>	<u>45,841</u>
	=====	=====	=====	=====

7 Finance income and costs

7.1 Finance income:

Interest income on staff loans and advances	908	535	908	-
Foreign exchange gains	<u>45,000</u>	<u>85,867</u>	<u>45,000</u>	<u>85,867</u>
	<u>45,908</u>	<u>86,402</u>	<u>45,908</u>	<u>85,867</u>
	=====	=====	=====	=====

7.2 Finance costs

Interest on finance lease facilities	63,881	65,684	63,075	65,684
Interest on bank overdraft	27,056	22,996	23,623	20,259
Interest on commercial notes (7.3)	4,659	3,922	4,659	3,922
Interest rate differential (BOI-facility)	45,351	38,004	45,351	38,004
Foreign exchange loss	<u>985</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>141,932</u>	<u>130,606</u>	<u>136,708</u>	<u>127,869</u>
	=====	=====	=====	=====

7.3 The commercial notes are unsecured facilities taken from related parties.

8. Profit before taxation:

Profit before income tax is stated
after charging/(crediting).

Depreciation of property, plant and equipment	267,100	260,077	251,022	244,597
Amortisation of intangible assets	552	623	217	288
Directors' emoluments (Note 9.1(a))	23,425	27,762	17,800	22,100
Auditors' remuneration	6,350	6,350	4,500	4,500
Personnel expenses (Note 9.2 (b))	420,619	422,265	371,569	373,698
Other income (Note 6)	<u>(54,581)</u>	<u>(50,760)</u>	<u>(49,273)</u>	<u>(45,841)</u>
	=====	=====	=====	=====

9. Directors and employees

9. Directors and employees		Group		Company	
		Year ended	Year ended	Year ended	Year ended
		31/03/14	31/03/13	31/03/14	31/03/13
		₦'000	₦'000	₦'000	₦'000
.1 Directors' remuneration					
(a) Remuneration paid to directors of the company was as follows:					
Fees		6,000	6,000	4,650	4,650
Emoluments (executives)		13,800	18,137	9,900	14,200
Sitting allowance		<u>3,625</u>	<u>3,625</u>	<u>3,250</u>	<u>3,250</u>
		23,425	27,762	17,800	22,100
		=====	=====	=====	=====
(b) The directors' remuneration shown above includes:					
Chairman		2,428	2,428	1,650	1,650
		=====	=====	=====	=====
Highest paid director		5,400	5,400	5,400	5,400
		=====	=====	=====	=====
(c) Number of other directors whose emoluments were within the following ranges.					
	₦	₦	Number	Number	Number
	50,001 -	100,000	5	5	-
	100,001 -	150,000	-	-	-
	150,001 -	200,000	-	-	-
	200,001 -	400,000	-	-	-
	400,001 -	600,000	8	7	6
	600,001 -	800,000	-	-	-
	800,001 -	1,000,000	-	-	-
	1,000,001 -	2,000,000	-	-	-
	2,000,001 -	5,500,000	2	3	1

.2 Personnel number and cost

(a) The average number of permanent employees employed during the year excluding Directors was as follows:				
Production and engineering	202	223	172	179
Marketing	18	23	13	15
Finance & administration	92	86	78	73
Graduate trainees & apprentices	<u>40</u>	<u>38</u>	<u>40</u>	<u>38</u>
	352	370	303	305
	=====	=====	=====	=====

	Group Year ended 31/03/14 N'000	Year ended 31/03/13 N'000	Company Year ended 31/03/14 N'000	Year ended 31/03/13 N'000
(b) The aggregate staff costs was:				
Salaries and wages	296,524	297,002	259,910	257,118
Contribution to defined benefits –gratuity scheme	34,544	37,946	32,553	35,268
Contribution to compulsory pension fund scheme	26,624	26,946	23,403	23,457
Welfare and medical expenses	27,332	25,363	16,238	23,988
Staff canteen expenses	18,608	19,049	17,973	18,068
Training and recruitments	<u>16,987</u>	<u>15,959</u>	<u>21,492</u>	<u>15,799</u>
	420,619	422,265	371,569	373,698
	=====	=====	=====	=====

.3 Employees of the company in receipt of emoluments excluding pension costs and certain benefits within the following ranges were:

		Group Year ended 31/03/14 Number	Year ended 31/03/13 Number	Company Year ended 31/03/14 Number	Year ended 31/03/13 Number
N	N				
200,001 -	300,000	2	6	-	4
300,001 -	400,000	59	91	55	86
400,001 -	500,000	85	70	79	59
500,001 -	600,000	63	77	55	62
600,001 -	700,000	48	33	44	22
700,001 -	800,000	4	26	-	24
800,001 -	900,000	22	4	20	-
900,001 -	1,050,000	18	18	16	17
1,050,001 -	1,150,000	2	15	-	10
1,150,001 -	1,550,000	27	14	23	12
1,550,001 -	1,650,000	6	1	2	-
1,650,001 -	2,050,000	2	6	-	3
2,050,000 and above		<u>14</u>	<u>9</u>	<u>9</u>	<u>6</u>
		352	370	303	305
		=====	=====	=====	=====

	Group Year ended 31/03/14 N'000	Year ended 31/03/13 N'000	Company Year ended 31/03/14 N'000	Year ended 31/03/13 N'000
10 Taxation				
.1 Income tax recognized in profit or loss				
Minimum tax	-	152	-	-
Current income tax	37,696	37,593	36,391	36,520
Education tax	<u>7,325</u>	<u>7,282</u>	<u>7,198</u>	<u>7,282</u>
	45,021	45,027	43,589	43,802
Deferred tax expense	<u>(52,670)</u>	<u>(16,698)</u>	<u>(36,113)</u>	<u>(16,885)</u>
	(7,649)	28,329	7,476	26,917
	=====	=====	=====	=====

The income tax rate of 30% was used in line with Section 15 (a) of Companies Income Tax Act, CAP C21, LFN 2004 to compute the current income tax shown above. This may change when the year 2015 fiscal measures are introduced. Education tax charge is at 2% of assessable profits in accordance with Education Tax Act, CAP E 4, LFN 2004.

	Group Year ended 31/03/14 N'000	Year ended 31/03/13 N'000	Company Year ended 31/03/14 N'000	Year ended 31/03/13 N'000
.2 Current income tax payable				
Balance as at 1 st April	154,426	131,400	102,679	77,478
<i>The movement in current tax balance is as follows:</i>				
Charge for the year (Note 10.1)	45,021	45,027	43,589	43,802
Payment in the year	<u>(22,145)</u>	<u>(22,001)</u>	<u>(21,322)</u>	<u>(18,601)</u>
Balance as at 31 st March	177,302	154,426	124,946	102,679
	=====	=====	=====	=====

11 Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the company by the weighted average number of ordinary shares in issue at the end of the year.

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all diluted potential ordinary shares. There were no potentially dilutive shares at the reporting date (2013 = Nil ordinary shares), thus the basic earnings per share and diluted earnings per shares are as follows:

	Group	Company
	Year ended	Year ended
	31/03/14	31/03/13
	N'000	N'000
Profit attributable to owners of the company	<u>102,005</u>	<u>66,246</u>
Weighted average number of ordinary shares	<u>504,000</u>	<u>504,000</u>
Basic earnings per share	<u>20.24k</u>	<u>13.14k</u>
Diluted earnings per share	<u>20.24k</u>	<u>13.14k</u>

There have been no transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of approval of these financial statements.

12. Property, plant and equipment

	Asset								
	Leasehold	Buildings &	Plant and	Tools &	Furniture &	Motor	Machinery under		
	Land improvement	machinery	spares	equipment	vehicles	in transit	construction		Total
Group	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cost or deemed cost:									
At 1 st April, 2012	83,709	207,843	1,366,963	11,094	103,872	65,851	--	-	1,839,332
Additions	1,700	22,908	584,125	1,771	6,922	17,260	-	-	634,686
Write-off	-	-	(153,701)	-	(1,028)	-	-	-	(154,729)
Disposals	-	-	(3,320)	-	(1,212)	(7,648)	-	-	(12,180)
Transfer	-	-	<u>2,847</u>	-	<u>(2,847)</u>	-	-	-	-
At 31 st March, 2013	85,409	230,751	1,796,914	12,865	105,707	75,463	-	-	2,307,109
Additions	1,690	32,989	1,075,689	-	915	380	307,578	87,087	1,506,328
Disposals	-	-	(8,211)	-	(4,344)	(25,497)	-	-	(38,052)
Transfer	-	-	(2,027)	-	-	-	-	-	(2,027)
Write-off	-	-	<u>(1,435)</u>	-	<u>(16,636)</u>	-	-	-	<u>(18,071)</u>
At 31 st March, 2014	87,099	263,740	2,860,930	12,865	85,642	50,346	307,578	87,087	3,755,287
=====	=====	=====	=====	=====	=====	=====	=====	=====	=====
Accumulated depreciation:									
At 1 st April, 2012	2,863	8,324	644,048	3,979	73,870	34,644	-	-	767,728
Depreciation charge for the year	3,780	2,746	217,664	3,974	10,562	21,351	-	-	260,077
Disposals	-	-	(2,994)	-	(743)	(7,525)	-	-	(11,262)
Transfer	-	-	1,693	-	(1,693)	-	-	-	-
Write-off	-	-	<u>(153,252)</u>	-	<u>(1,018)</u>	-	-	-	<u>(154,270)</u>
At 31 st March, 2013	6,643	11,070	707,159	7,953	80,978	48,470	-	-	862,273
Depreciation charge for the year	367	3,531	240,500	3,831	8,895	9,976	-	-	267,100
Disposal	-	-	(2,725)	-	(2,751)	(22,470)	-	-	(27,946)
Transfer	-	-	(686)	-	-	-	-	-	(686)
Write-off	-	-	<u>(141)</u>	-	<u>(16,635)</u>	-	-	-	<u>(16,776)</u>
At 31 st March, 2012	7,010	14,601	944,107	11,784	70,487	35,976	-	-	1,083,965
=====	=====	=====	=====	=====	=====	=====	=====	=====	=====
Carrying amounts									
At 31 st March, 2014	80,089	249,139	1,916,823	1,081	15,155	14,370	307,578	87,087	2,671,322
=====	=====	=====	=====	=====	=====	=====	=====	=====	=====
At 31 st March, 2013	78,766	219,681	1,089,755	4,912	24,729	26,993	-	-	1,444,836
=====	=====	=====	=====	=====	=====	=====	=====	=====	=====

- . 2. Disposal/write-off in 2012/2013 as well as in 2013/2014 represent cost of unserviceable production and office equipment items scrapped and disposal of old vehicles and production equipment which have been replaced with modern and advanced equipment.

.3Company

	Leasehold Land N'000	Buildings N'000	Plant and machinery N'000	Furniture & equipment N'000	Motor vehicles N'000	Total N'000
Cost or deemed cost						
At 1 st April, 2012	30,084	49,216	1,297,005	90,018	61,224	1,527,547
Additions	1,700	22,505	582,380	6,400	14,860	627,845
Write-off	-	-	(139,419)	-	-	(139,419)
Disposals	-	-	(1,285)	-	(7,648)	(8,933)
At 31 st March, 2013	31,784	71,721	1,738,681	96,418	68,436	2,007,040
Additions	1690	23,704	1,056,218	886	380	1,082,878
Write-off	-	-	(1,435)	(16,636)	-	(18,071)
Transfer	-	-	(2,027)	-	-	(2,027)
Disposals	-	-	(8,211)	(4,344)	(25,497)	(38,052)
At 31 st March, 2014	33,474	95,425	2,783,226	76,324	43,319	3,031,768
	=====	=====	=====	=====	=====	=====
Depreciations						
At 1 st April, 2012	2,863	6,738	611,280	69,327	32,502	722,710
Depreciation charge for the year	3,780	1,079	211,217	8,892	19,629	244,597
Write-off	-	-	(139,030)	-	-	(139,030)
Disposals	-	-	(959)	-	(7,525)	(8,484)
At 31 st March, 2013	6,643	7,817	682,508	78,219	44,606	819,793
Depreciation charge for the year	367	1,864	233,273	7,265	8,253	251,022
Write-off	-	-	(141)	(16,635)	-	(16,776)
Transfer	-	-	(686)	-	-	(686)
Disposals	-	-	(2,725)	(2,751)	(22,470)	(27,946)
At 31 st March, 2014	7,010	9,681	912,229	66,098	30,389	1,025,407
	=====	=====	=====	=====	=====	=====
Carrying amounts:						
At 31 st March, 2014	26,464	85,744	1,870,997	10,226	12,930	2,006,361
	=====	=====	=====	=====	=====	=====
At 31 st March, 2013	25,141	63,904	1,056,173	18,199	23,830	1,187,247
	=====	=====	=====	=====	=====	=====

.4 Disposals/write-off in 2012/2013 and 2013/2014 represent cost of unserviceable production and office equipment items scrapped and disposal of old vehicles and other production equipment which have been replaced with modern and advanced equipment.

13. **Intangible assets**

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
Cost :				
At 1 st April	5,761	5,781	2,305	2,305
Additions	192	-	192	-
Write-off	—	(20)	—	—
At 31 st March	5,953	5,761	2,497	2,305
	=====	=====	=====	=====
Accumulated amortization				
At 1 st April	4,220	3,617	1,450	1,162
Charge for the year	552	623	217	288
Write-off	—	(20)	—	—
At 31 st March	4,772	4,220	1,667	1,450
	=====	=====	=====	=====
Carrying amounts				
At 31 st March	1,181	1,541	830	855
	=====	=====	=====	=====

Intangible assets (computer software) represent software with a finite useful life of 5 years and amortized on a straight line basis over these years.

14 Investments

Details of the company's investments in its subsidiaries at the end of the reporting period are as follows:

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
Investments in subsidiary companies	-	-	-	-
Academy Press Business Forms Limited	-	-	44,500	44,500
Lithotec Limited	<u>-</u>	<u>-</u>	<u>5,050</u>	<u>5,050</u>
	-	-	49,550	49,550
	=====	=====	=====	=====

- .1 The investments in Academy Press Business Forms Limited and Lithotec Limited represent 63.57% and 65.16% of the equities respectively.
- .2 The directors are of the opinion that the values of the company's shares in its subsidiaries are not less than their realizable value at the reporting date.

15 Inventories

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
Paper	145,383	263,306	65,339	171,532
Bindery, Lithographic materials, etc	57,346	49,792	55,674	48,213
Ink and chemicals	24,265	25,554	23,874	25,255
Work-in-progress	54,996	5,059	46,767	1,618
Machinery spare part	71,544	86,046	69,893	84,441
Consumables	4,542	3,211	1,830	1,972
Goods-in-transit	<u>53,005</u>	<u>88,781</u>	<u>50,510</u>	<u>88,496</u>
	411,081	521,749	313,887	421,527
	=====	=====	=====	=====

The cost of inventories recognized as an expense and included in cost of sales amounted to ~~N~~1.03billion and ~~N~~891million (2013 :~~N~~1.16 billion and ~~N~~ 921million) in the consolidated and separate financial statements respectively.

The cost of inventories recognized as an expense in the consolidated and the separate financial statements respectively includes ~~N~~19.29 million (2013:~~N~~5.22 million) in respect of write down of inventories to the net realizable value.

16 Trade and other receivables

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
Trade receivables gross	483,343	448,312	406,669	381,099
Less: Impairment allowance on trade receivables	<u>71,885</u>	<u>50,327</u>	<u>67,800</u>	<u>47,266</u>
Trade receivables: net	411,458	397,985	338,869	333,833
Advances and prepayments	21,194	101,952	20,161	15,226
Staff loans and advances	15,346	24,814	15,341	24,135
Other receivables	<u>153,827</u>	<u>63,582</u>	<u>156,462</u>	<u>58,787</u>
	601,825	588,333	530,833	431,981
Equity contribution to lease facilities	<u>92,761</u>	<u>116,811</u>	<u>92,761</u>	<u>116,811</u>
	694,586	705,144	623,594	548,792
	=====	=====	=====	=====

.1 Trade receivables

The trade receivables disclosed above include amounts (see below for age analysis) that are past due at the end of the reporting period for which the Group has not recognized an allowance for impairment because there has not been a significant change in credit quality and the amounts are still considered recoverable.

Trade receivables are considered to be past due when they exceed the credit period granted.

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
Age analysis of trade receivables				
Not past due and not impaired – 0- 30 days	231,221	208,678	213,206	193,589
Past due but not impaired:				
31 - 60days	46,932	51,522	37,404	33,962
61 - 90 days	28,421	52,280	21,507	41,438
91 - 120 days	<u>104,884</u>	<u>85,505</u>	<u>66,752</u>	<u>64,844</u>
	411,458	397,985	338,869	333,833
	=====	=====	=====	=====

The Group believes that the unimpaired amounts that are past due by more than 30 days are still collectable in full, based on historic payment behavior and extensive analysis of customer credit risk.

.2 **Movement in allowance for trade receivables**

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
Balance at 1 st April	50,327	48,081	47,266	39,377
Impairment losses recognized on receivables	23,502	8,707	22,478	8,707
Impairment losses written off/reversed	<u>(1,944)</u>	<u>(6,461)</u>	<u>(1,944)</u>	<u>(818)</u>
	71,885	50,327	67,800	47,266
	=====	=====	=====	=====

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

- .3 Of the other receivables balance at the end of the year in the Separate financial statements, ~~N~~87.1million is due from Academy Press Business Forms Limited in relation to an equipment transferred to it by Academy Press Plc. The amount offset other creditors and accruals in the consolidated financial statements.
- .4 Included in other receivables in the consolidated financial statements is a total amount of ~~N~~84.16 million which represents withholding tax recoverable.

17 **Cash and cash equivalents**

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	N'000	N'000	N'000	N'000
Cash and bank balances	13,698	209,684	8,708	206,652
Short-term deposit	<u>-</u>	<u>665,109</u>	<u>-</u>	<u>665,109</u>
Cash and cash equivalents	13,698	874,793	8,708	871,761
Bank overdraft used for cash management purpose	<u>(79,311)</u>	<u>(52,885)</u>	<u>(42,850)</u>	<u>(35,432)</u>
	(65,613)	821,908	(34,142)	836,329
	=====	=====	=====	=====

For the purpose of the statement of cash flows, cash and cash equivalents include bank overdrafts.

The Group and the company have overdraft facilities up to a limit of ~~N~~80million and ~~N~~50 million respectively as at March, 2014 (2013: ~~N~~80 million) from Union Bank of Nigeria Plc.

The facility is secured with legal mortgage over Ilupeju properties and does not attract any cost if not utilized. The bank overdraft facility is subject to annual renewal.

	Year ended	Year ended
	31/03/14	31/03/13
	N'000	N'000
The effective interest rates on bank overdrafts at the year end was:	20%	20%
	=====	=====

18. Trade and other payables

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	₦'000	₦'000	₦'000	₦'000
Trade payables	513,280	519,305	421,336	482,888
Advances from customers	27,277	34,930	9,388	17,891
Payable on IPP Electricity (Note 18.1)	138,540	107,847	138,540	107,847
Withholding tax payable	14,736	30,735	14,093	10,307
Value added tax	91,649	65,164	14,319	15,929
Other creditors and accruals	345,374	215,502	277,935	171,140
Due to related party (Note 18.2)	52,125	52,125	-	-
	-----	-----	-----	-----
	1,182,981	1,025,608	875,611	806,002
	=====	=====	=====	=====

- .1 The company has a contractual arrangement with energy companies for the supply of power for the operation of the company through Independent power plant hence the provision of ₦138.54 million (2013: ₦107.85 million) stated above represents the expected value of gas supplied which has not been paid as at the reporting date.
- .2 The amount of ₦52.125 million due to related party represents unpaid balance on the land transferred to the subsidiary company-Academy Press Business Forms Limited by Enterprise Development Company Limited.
- .3 The carrying amount of trade and other payables and accrued liabilities is considered to be in line with their fair value at the reporting date. The average credit period on purchases of goods is 30 days (2013:30 days). Normally, no interest is charged on local trade payables.

19. Dividend

	Year ended	Year ended
	31/03/14	31/03/13
	₦'000	₦'000
Prior year dividend	40,320	37,800
Payments during the year	<u>(40,320)</u>	<u>(37,800)</u>
	-	-
	=====	=====

In respect of the current year, the directors proposed that a dividend of 8kobo per 50k ordinary share amounting to ₦40,320,000 be paid to shareholders.

This dividend is subject to approval by shareholders at the annual general meeting. Consequently, it has not been included as a liability in these financial statements. The proposed dividend is payable to all shareholders whose names appear in the Register of members as at the closure date of 8th October, 2014.

20. Deferred taxation

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	₦'000	₦'000	₦'000	₦'000
Movement in deferred tax is as follows:				
At 1 st April	86,375	103,073	49,257	66,142
Write back/charge for the year (10.1)	<u>(52,670)</u>	<u>(16,698)</u>	<u>(36,113)</u>	<u>(16,885)</u>
Balance at 31 st March	33,705	86,375	13,144	49,257
	=====	=====	=====	=====

21. Staff retirement benefit obligations

The Group operates defined benefit plan retirement scheme for employees under its gratuity scheme. The plan assets of the scheme are funded. In addition, it also operates defined contribution pension scheme in conformity with the provision of the Pension Reform Act 2004. The amounts recognized in the statement of financial position are as follows:

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	2014	2013	2014	2013
	₦'000	₦'000	₦'000	₦'000
Balance at 1 st April	66,850	46,097	23,322	6,315
Charge for the year	71,940	66,473	67,035	59,457
Payments during the year	<u>(63,654)</u>	<u>(45,720)</u>	<u>(58,619)</u>	<u>(42,450)</u>
Balance at 31 st March	75,136	66,850	31,738	23,322
	=====	=====	=====	=====

Outstanding staff pension deductions and the Group's contributions that have not been remitted as at year end have been accrued for in accordance with the Pension Reform Act, 2004. While current service cost is recognized in administrative expenses and cost of sales in the statement of comprehensive income. The actuarial valuation of the present value of the defined benefit obligation has not been carried out as at the reporting date.

22. Borrowings

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	₦'000	₦'000	₦'000	₦'000
Unsecured borrowings at amortised cost				
Commercial notes:-				
Enterprise Development Company Ltd.(Note 22 (j))	30,000	30,000	30,000	30,000
FAS Multipurpose Ventures Ltd	3,500	-	3,500	-
Secured borrowings at amortised cost:				
Sterling Bank Plc (Note 22 (a))	-	8,361	-	7,222
First Bank of Nigeria Plc (Note 22 (b))	39,911	-	39,911	-
Diamond Bank Plc (Note 22(c))	-	1,572	-	1,572
First Bank of Nigeria Plc (Note 22(d))	13,612	162,429	13,612	162,429
Bank of Industry Limited (Note 22(e))	1,079,964	1,186,122	1,079,964	1,186,122
Fidelity Bank Plc (Note 22(f))	2,229	4,707	2,229	4,707
Enterprise Bank Limited (Note 22 (g))	7,994	15,928	7,994	15,928
Union Bank of Nigeria Plc (Note 22 (h))	249,662	-	-	-
New Age Leasing Company Ltd (Note 22(i))	<u>15,555</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total borrowings at 31st March	1,442,427	1,409,119	1,177,210	1,407,980
	=====	=====	=====	=====
Current portion repayable in one year and shown under current liabilities	410,608	295,520	363,528	294,381
	=====	=====	=====	=====
Long-term portion of borrowings	1,031,819	1,113,599	813,682	1,113,599
	=====	=====	=====	=====

- (a) In November, 2011, Sterling Bank Plc part financed the acquisition of printing equipment-Mako 800 Computer to plate with the release of a lease facility of ~~₦~~16,781,123 repayable over 24 months at the interest rate of 22.5%. The facility is secured by a debenture on fixed and floating assets of the company stamped for ~~₦~~50 million. Also in October, 2011, the Bank equally granted Lithotec Limited a lease facility of ~~₦~~6,758,338 in part financing of the acquisition of Xerox DC 560 feedback printing machine. The facility is repayable over 21 months at an annual interest rate of 20% subject to review from time to time according to changes in market rates.
- (b) Import duty finance facility of ~~₦~~40,000,000 was obtained from First Bank of Nigeria Plc toward the clearance of three machines. The facility is for a tenor of 60 days at an interest rate of 26%. Agreed collateral on the facility is business proceeds from specified customers.
- (c) Diamond Bank Plc part financed the purchase of three (3) Chevrolet Aveo Cars by granting the company facility of ~~₦~~3,633,000 . The loan was granted at an interest rate of 22% per annum. The facility is for a period of fifteen (15) months. Agreed Security on the facility is legal ownership of the financed vehicles by the lessor.
- (d) In 2011 and 2012 the First Bank of Nigeria Plc part financed the acquisition of a DGM 440S Hi-press equipment and Acoro A7 Binding Machine to the tune of ~~₦~~280,692,250. The loan was for 36 months at an interest rate of 22% per annum. The debt facility is secured with asset debenture on machineries financed by the Bank, legal mortgage over property located at 56 Kofoworola Close, Okupe Estate, Maryland.
- (e) The finance lease facility initially obtained from Union Bank for the acquisition of a new 2 – Colour Web and Komori Press was refinanced by Bank of Industry Limited under the CBN intervention facility programme. The amount of the intervention facility is ~~₦~~558,000,000 repayable in 5 years inclusive of a 1 year moratorium at an annual interest rate of 7%. The facility is secured by the company, legal mortgage over the company's factory property and chattel mortgage over specific production equipment.

Also in 2012 the Bank of Industry granted the company a further long-term loan facility of ~~₦~~837,371,959 for a tenure of 6 years at an interest rate of 10% subject to review from time to time for the acquisition of items of plant and machinery for the expansion of the company's printing factory. The loan has a moratorium of one (1) year on principal repayment beginning from the date of first drawdown. The first draw-down on the loan was made in January, 2013. The debt facility is secured by a Bank Guarantee from First Bank of Nigeria Plc.

The benefit of these facilities from the Bank of Industry at a below the market rate of interest has been treated as government assistance, recognized and measured in accordance with IAS 39 Financial Instruments: "Recognition and Measurement". This benefit of below-market rate of interest has therefore been measured as the difference between the initial carrying value of the loan determined in accordance with IAS 39 and the proceeds received. Using the prevailing market interest rates for an equivalent and similar loan facility from an open market, i.e. a commercial bank, the fair value of the interest payable is estimated at ~~₦~~80,624,152.

The difference of ~~₦~~45,351,085 (2013:~~₦~~38,004,837) between the fair value of the interest and the interest payable for the period being reported is the benefit derived from the low interest rate and is recognized as income in other income.

- (f) A lease facility of ~~₦~~5,250,000 was obtained from Fidelity Bank Plc to purchase two (2) units of Toyota Hilux 2WD Pick up vehicles . The facility was granted at an interest rate of 21%. The facility is repayable over 24 months. 30% of the lease was equity contribution.
- (g) Enterprise Bank Limited part financed the acquisition of a brand new Caterpillar Diesel Driving Generating set 3412810KVA with a loan facility of ~~₦~~15,927,800 repayable over 24 months. The loan was granted at an interest rate of 21% per annum subject to review from time to time according to changes in money market rates.
- (h) During the year under consideration, Union Bank of Nigeria Plc financed the purchase of a Muller Martins Web Press machine and a Diumuken machine by granting Academy Press Business Forms Limited a facility of ~~₦~~240,000,000 at an interest rate of 20% per annum. The facility is for a period of forty-eight (48) months with an eight (8) month moratorium to end of August, 2014. The facility is secured by- Unlimited Guarantee executed by Academy Press Plc supported with a Board resolution, Lease Agreement (Special form) and original documents of the leased machines to be stamped for ~~₦~~240 million and adequately insured with Union Assurance Company Limited with Union Bank noted as the loss payee.
The Bank (Union Bank of Nigeria Plc) equally granted Lithotec Limited a lease facility of ~~₦~~11,250,000 for the acquisition of two colour printing press. The facility is for a tenor of 2 years at an interest rate of 20%. Agreed collateral on the facility is Lease Agreement (Special Form) supported with the original title documents of the machine to be stamped for ~~₦~~11.3 million and adequately insured with a reputable insurance company preferably Union Assurance Company Limited with Union Bank noted as the first loss payee.
- (i) In August, 2013 Academy Press Business Forms Limited obtained a lease facility of ~~₦~~20,000,000 from Newage Leasing Company Limited for the purchase of a Press machine, one unit of Toyota Camry saloon car and one unit of Toyota Hilux Pickup. The facility was granted at an interest rate of 25%. The facility is repayable over 36 months.
- (j) The commercial note facility of ~~₦~~30,000,000 was obtained from a related party-Enterprise Development Company Nigeria Limited towards enhancement of the company's working capital with no definite repayment date. The facility was granted at an interest rate of 13% per annum.

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	Nominal Interest rate	Maturity ondemand	Group	
			Year ended 31/03/14 N'000	Year ended 31/03/13 N'000
Bank overdraft			79,311	52,885
			=====	=====
Other borrowing/lenders				
Commercial notes:				
Enterprise Development Company Nigeria Ltd.	13%	undated	30,000	30,000
FAS Multipurpose Ventures Limited	5%p/m		3,500	-
Sterling Bank Plc	20% & 22.5%	Dec.2013	-	8,361
First Bank of Nigeria Plc	26%	March, 2014	39,911	-
Diamond Bank Plc	22%	Sept, 2013	-	1,572
First Bank of Nigeria Plc	22%	March 2014	13,612	162,429
Bank of Industry Limited	7% & 10%	2015/2018	1,079,964	1,186,122
Fidelity Bank Plc	21%	Dec,2014	2,229	4,707
Enterprise Bank Limited	21%	May,2015	7,994	15,928
Union Bank of Nigeria Plc	20%	2015/2018	249,662	-
New Age Leasing Company Limited	25%	March,2017	<u>15,555</u>	<u>-</u>
			1,442,427	1,409,119
			=====	=====

	Nominal Interest Rate	Maturity on demand	Company	
			Year ended 31/03/14 N'000	Year ended 31/03/13 N'000
Bank overdraft			42,662	35,432
			=====	=====
Other borrowings/Lenders				
Commercial notes:				
Enterprise Development Company Nigeria Limited	13%	undated	30,000	30,000
Fas Multipurpose Ventures Ltd.	5%p/m		3,500	-
Sterling Bank Plc	22.5%	Dec, 2013	-	7,222
First Bank of Nigeria Plc	26%	April, 2014	39,911	-
Diamond Bank Plc	22%	Sept. 2013	-	1,572
First Bank of Nigeria Plc	22%	March, 2014	13,612	162,429
Bank of Industry Limited	7% & 10%	2015/2018	1,079,964	1,186,122
Fidelity Bank Plc	21%	Dec. 2014	2,229	4,707
Enterprise Bank Limited	21%	May 2015	<u>7,994</u>	<u>15,928</u>
			1,177,210	1,407,980
			=====	=====

The maturity profile of loans and borrowings is as follows:

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	₦'000	₦'000	₦'000	₦'000
Due within one month	95,109	11,296	91,228	10,916
Due from one to three months	48,294	65,484	36,600	64,725
Due from one to twelve months	<u>267,205</u>	<u>218,740</u>	<u>235,700</u>	<u>218,740</u>
Total current portion payable in one year	410,608	295,520	363,528	294,381
	=====	=====	=====	=====
Due in the second year	327,363	346,743	256,447	346,743
Due in the third year	248,304	317,570	186,083	317,570
Due in the fourth year	246,083	239,215	186,083	239,215
Due in the fifth year and further	<u>210,069</u>	<u>210,071</u>	<u>185,069</u>	<u>210,071</u>
Total long-term portion of loans and borrowings	1,031,819	1,113,599	813,682	1,113,599
	=====	=====	=====	=====
Total	1,442,427	1,409,119	1,177,210	1,407,980
	=====	=====	=====	=====

23. Share capital

Authorized 750,000,000 ordinary shares of 50k each	375,000	375,000	375,000	375,000
	=====	=====	=====	=====
Issued and fully paid:				
504,000,000 ordinary shares of 50k each	252,000	252,000	252,000	252,000
	=====	=====	=====	=====

24 Share premium

	Group		Company	
	Year ended	Year ended	Year ended	Year ended
	31/03/14	31/03/13	31/03/14	31/03/13
	₦'000	₦'000	₦'000	₦'000
Movement in share premium is as follows				
Balance at 1 st April	25,474	25,474	25,474	25,474
	=====	=====	=====	=====

25 Retained earnings

Balance at 1 st April	421,900	393,454	377,586	329,177
Dividend	(40,320)	(37,800)	(40,320)	(37,800)
Adjustment for intangible assets	141	-	141	-
Profit for the year	<u>102,005</u>	<u>66,246</u>	<u>122,550</u>	<u>86,209</u>
	483,726	421,900	459,957	377,586
	=====	=====	=====	=====

- .1 On 19th November, 2013, a dividend of 8 kobo per share (total dividend ~~₦~~40.3 million) was paid to holders of fully paid ordinary shares in relation to 2012/2013 financial year. In September, 2012 the dividend paid was 7.5 kobo per share (total dividend ~~₦~~37.8 million) in relation to 2011/2012 financial year.

26 **Non-controlling interest**

This comprises amounts due to holders of minority shares in the two subsidiary companies and are made up of:

	Year ended	Year ended
	31/03/14	31/03/13
	₦'000	₦'000
Share capital	28,200	28,200
Retained earnings brought forward	24,435	36,420
Adjustment for earlier years tax	(1,097)	-
Statement of comprehensive income	<u>(11,732)</u>	<u>(11,194)</u>
	39,806	53,426
	=====	=====

27 **Cash flows from operating activities**
Group

	Company			
	Year ended	Year ended	Year ended	Year ended
	31/03/14 ₦'000	31/03/13 ₦'000	31/03/14 ₦'000	31/03/13 ₦'000
.1 Reconciliation of net profit before working capital changes				
Profit before tax	82,624	83,381	130,026	113,126
Adjustments for non cash items				
Depreciation of property, plant equipment	267,100	260,077	251,022	244,597
Amortisation charges	552	623	217	288
Loss/(profit) on disposal of plant and equipment	1,236	(4,735)	1,303	(3,050)
Net book value of plant and equipment scrapped	1	258	1	-
Net book value of items written off	1,435	-	1,435	-
Investment income	-	(386)	-	83
Government assistance –interest	45,351	38,004	45,351	38,004
Finance income	(45,908)	(86,402)	(45,908)	(85,867)
Finance cost	96,581	92,601	91,357	89,865
Prior year adjustment	<u>(1,012)</u>	<u>613</u>	<u>141</u>	<u>-</u>
Operating profit before working capital changes	447,960 =====	384,034 =====	474,945 =====	397,046 =====
.2 Working capital changes				
Decrease in inventories	110,668	91,940	107,640	48,099
(Increase)/decrease in trade and other receivables	(13,492)	44,050	(98,852)	72,504
Increase in trade and other payables	157,373	78,381	69,609	75,441
Increase in defined contribution plans	<u>71,205</u>	<u>65,721</u>	<u>67,035</u>	<u>59,457</u>
Net changes in working capital	325,754 -----	280,092 -----	145,432 -----	255,501 -----
Cash generated from operation	773,714 =====	664,126 =====	620,377 =====	652,547 =====

28 Financial instruments

28.1 Capital management

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (i.e. borrowings as detailed in note 22 and offset by cash and bank balances) and equity of the Group comprising issued share capital, share premiums, retained earnings and non-controlling interests as stated hereunder.

	Group		Company	
	Year ended 31/03/14 N'000	Year ended 31/03/13 N'000	Year ended 31/03/14 N'000	Year ended 31/03/13 N'000
Net debt	1,415,279 =====	470,400 =====	1,118,591 =====	454,840 =====
Equity	801,006 =====	752,800 =====	737,431 =====	655,060 =====

The Group is not subject to any externally imposed capital requirement.

The Group's risk management/strategy and the finance and control committees review the capital structure of the Group on a bi-annual basis. As part of this review, the committees consider the cost of capital and the risks associated with each class of capital. The Group maintains capital on the basis of the gearing ratio and with informed attention makes adjustments to it in the light of changes in economic conditions. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividend payment to shareholders, issue new and/or bonus shares, or obtain debts in favourable market conditions.

28.1.1 Debt to equity ratio

The debt to equity ratio at end of the reporting period was as follows.

	Group		Company	
	Year ended 31/03/14 N'000	Year ended 31/03/13 N'000	Year ended 31/03/14 N'000	Year ended 31/03/13 N'000
Debt (Note 22)	1,442,427	1,409,119	1,177,210	1,407,980
Cash & cash equivalents (Note 17)	65,613	(821,908)	34,142	(836,329)
Equity contribution to				
Lease facilities (Note 16)	(92,761)	(116,811)	(92,761)	(116,811)
Net debt	1,415,279 =====	470,400 =====	1,118,591 =====	454,840 =====
Equity	801,006 =====	752,800 =====	737,431 =====	655,060 =====
Net debt to equity ratio	1.77 =====	0.62 =====	1.52 =====	0.69 =====

28.2 Fair value estimation of financial assets and liabilities.

The fair value of cash and cash equivalents, trade and other receivables and amounts due to related parties as well the trade payables, other payable and banks' indebtedness approximate their fair values because of the short term nature of these instruments and for trade and other receivables because of the fact that any loss from recoverability is reflected in an impairment loss. The fair value of loans and borrowings are determined using effective interest method. For loans and borrowings payable at fixed rates, fair value have been estimated by reference to the market rates available at the balance sheet date for similar instruments of maturity equal to the remaining fixed period.

Management has determined that the fair value of loans and borrowing is not significantly different from their carrying amount.

29 Related party transactions

Balances and transactions between the company and its subsidiaries, which are related parties of the company, have been eliminated on consolidation. Details of transactions between the company and subsidiaries and other related parties are disclosed below. Management is of the view that such transactions are carried out at arms length.

29.1 Trading transactions

During the year, the company entered into the following trading transactions with related parties.

Printing work/sales	31/03/14		Purchases of materials	
	31/03/14	31/03/13	31/03/14	31/03/13
	₦'000	₦'000	₦'000	₦'000
Related company	199,955	197,381	-	-
Entities controlled by the Company	4,200	4,380	42,732	40,553
	=====	=====	=====	=====

Printing jobs/sales to related parties were made at the company's usual price lists while purchases were made at market price.

The following balances were outstanding at the end of the reporting period.

	Amounts owed by related parties		Amounts owed to related parties	
	31/03/14	31/03/13	31/03/14	31/03/13
	₦'000	₦'000	₦'000	₦'000
Related company	61,847	57,237	6,192	2,726
Entities controlled by the Company	<u>26,056</u>	<u>20,232</u>	<u>10,748</u>	<u>4,995</u>
	87,903	77,469	16,940	7,721
	=====	=====	=====	=====

Outstanding balances at year end are unsecured and settlement occurs in cash. No expense has been recognized in the current or prior years for bad or doubtful debts in respect of the amounts owed by related parties.

29.2 Other related party transaction

Amount of ₦52.1million due to other related party- Messrs. Enterprise Development Company (Nigeria) Limited represents unpaid balance of the value of the land transferred to the company's subsidiary – Academy Press Business Forms Limited as at the reporting date.

30 Subsidiaries information

(i)	Name	Principal activity	Percentage of equity capital held
	Academy Press Business Forms Limited	Printing of business forms, computer stationery and confidential documents	63.57%
	Lithotec Limited	Provision of pre-press services of origination and photolithography for printers, publishers, advertising agencies, government agencies and corporate organizations	65.16%

(ii) The condensed financial data of the consolidated entities is as follows:

	Total	Total	Net	Gross	Profit/loss before	Cash & cash equivalents
	assets	liabilities	assets	profit	taxation	
	₦'000	₦'000	₦'000	₦'000	₦'000	₦'000
Academy Press Plc	3,002,930	(2,265,499)	737,431	545,682	130,026	(34,142)
Academy Press Business Forms Ltd	842,948	(749,096)	93,852	27,193	(45,657)	(26,552)
Lithotec Limited	85,323	(66,053)	19,270	16,856	(1,745)	(4,919)
Consolidated total	<u>3,931,201</u>	<u>(3,080,648)</u>	<u>850,553</u>	<u>589,731</u>	<u>82,624</u>	<u>(65,613)</u>
	=====	=====	=====	=====	=====	=====

31	Contingent liabilities and commitments	2014	2013
31.1	Contingent liabilities	₦'000	₦'000
	Guaranty and Indemnity –Staff		
	Revolving housing loan	6,708	9,900
	Deed of Guaranty in favour of Energy Company Nigeria Limited	60,000	70,000
	Guaranty and Indemnity in favour of United Bank For Africa Plc on LPO finance facility granted to West African Book Publishers Limited	250,000	-
	Guaranty and Indemnity in favour of Union Bank of Nigeria Plc on credit facility granted to Academy Press Business Forums Limited	260,000	-
		=====	=====

31.2 **Financial commitments**

There were no other financial commitments unprovided for at 31st March, 2014 (2013- Nil)

32. **Post year end events**

There are no post year end events which could have had a material effect on the state of affairs of the company as at 31st March, 2014 and on the profit for the year ended on that date which have not been adequately recognised or disclosed in the financial statements.

STATEMENT OF VALUE ADDED
NON-IFRS STATEMENT

Year ended 31 st March	Group				Company			
	Year ended 31/03/14		Year ended 31/03/13		Year ended 31/03/14		Year ended 31/03/13	
	₦'000	%	₦'000	%	₦'000	%	₦'000	%
Revenue	2,347,106		2,285,529		2,078,615		2,025,609	
Other income	<u>54,581</u>		<u>50,760</u>		<u>49,273</u>		<u>45,841</u>	
	2,401,687		2,336,289		2,127,888		2,071,450	
Bought-in-materials & services	<u>(1,534,768)</u>	-	<u>(1,525,739)</u>	-	<u>(1,284,254)</u>	-	<u>(1,297,739)</u>	-
Value added	866,919	100	810,550	100	843,634	100	773,711	100
	=====	===	=====	===	=====	===	=====	===
% of value added	36%		35%		40%		37%	
	=====		=====		=====		=====	
APPLIED AS FOLLOWS:								
In payment of employee:								
Wages, salaries and other benefits	420,619	49	422,265	52	371,569	44	373,698	48
In payment to providers of funds:								
Finance costs (net)	96,024	11	44,204	5	90,800	11	42,002	5
In payment to government:								
Minimum tax	-	-	152	-	-	-	-	-
Income tax	37,696	4	37,593	5	36,391	4	36,520	5
Education tax	7,325	1	7,282	1	7,198	1	7,282	1
Retained for future replacement of assets and expansion of business:								
Deferred tax	(52,670)	(6)	(16,698)	(2)	(36,113)	(4)	(16,885)	(2)
Depreciation	267,100	31	260,077	32	251,022	30	244,597	32
Amortisation	552	-	623	-	217	-	288	-
To augment reserves	<u>90,273</u>	<u>10</u>	<u>55,052</u>	<u>7</u>	<u>122,550</u>	<u>14</u>	<u>86,209</u>	<u>11</u>
	866,919	100	810,550	100	843,634	100	773,711	100
	=====	===	=====	===	=====	===	=====	===

Value added represents the additional wealth which the company has been able to create by its own and its employees' efforts. The statement shows the allocation of that wealth among the employees, providers of funds, government and that retained for future creation of more wealth.

FIVE-YEAR FINANCIAL SUMMARY- GROUP

NON-IFRS STATEMENT	IFRS	IFRS	IFRS	IFRS	N-GAAP
Year ended 31 st March	2014	2013	2012	2011	2010
	₦'000	₦'000	₦'000	₦'000	₦'000
RESULTS					
Revenue	2,347,106	2,285,529	2,326,538	2,315,239	2,016,617
	=====	=====	=====	=====	=====
Profit before taxation	82,624	83,381	126,428	165,321	182,851
Taxation	<u>7,649</u>	<u>(28,329)</u>	<u>(65,176)</u>	<u>(76,867)</u>	<u>(47,821)</u>
Profit after taxation	90,273	55,052	61,252	88,454	135,030
Non-controlling interest	<u>11,732</u>	<u>11,194</u>	<u>6,894</u>	<u>5,758</u>	<u>(8,457)</u>
Profit attributable to members	102,005	66,246	68,146	94,212	126,573
	=====	=====	=====	=====	=====
Declared dividend	(40,320)	(37,800)	(30,240)	(21,168)	(18,144)
	=====	=====	=====	=====	=====
BALANCE SHEET					
Property, plant and equipment	2,671,322	1,444,836	1,071,604	1,052,871	1,059,279
Intangible assets	1,181	1,541	2,164	2,017	-
Investments	-	-	147	147	147
Net current assets	(730,837)	573,247	344,493	475,034	144,797
Provision for liabilities and charges	(108,841)	(153,225)	(149,546)	(168,346)	(152,919)
Long term liabilities	<u>(1,031,819)</u>	<u>(1,113,599)</u>	<u>(533,528)</u>	<u>(649,846)</u>	<u>(404,383)</u>
Net assets	801,006	752,800	735,334	711,877	646,921
	=====	=====	=====	=====	=====
Share capital	252,000	252,000	252,000	201,600	151,200
Capital reserves	-	-	-	-	12,068
Share premium	25,474	25,474	25,474	25,839	31,780
Retained earnings	<u>483,726</u>	<u>421,900</u>	<u>393,454</u>	<u>410,856</u>	<u>373,215</u>
Attributable to equity holders of the parent	761,200	699,374	670,928	638,295	568,263
Non-controlling interest:	<u>39,806</u>	<u>53,426</u>	<u>64,406</u>	<u>73,582</u>	<u>78,658</u>
Total shareholders' equity	801,006	752,800	735,334	711,877	646,921
	=====	=====	=====	=====	=====
Per share data (kobo)					
Earnings per share – basic	20	13	14	23	42
Earnings per share - adjusted	20	13	14	19	25
Declared dividend per share – basic	8	7.5	7.5	7	6
Dividend per share – adjusted	8	7.5	6	4	3.6
Net assets per share - basic	159	149	145	177	214
Net assets per share - adjusted	159	149	145	141	128
Current assets: Current liabilities	0.61	1.4	1.2	1.6	1.2
Share price at year end	₦1.80	₦2.03	₦2.09	₦3.68	₦6.51

Note -

Basic earnings, dividend and net assets per share for the five years have been calculated on the basis of the ordinary shares of 50 kobo each in issue at the end of the respective years.

Adjusted earnings, dividend and net assets per share are calculated on the basis of 504,000,000 ordinary shares of 50 kobo each in issue and on profit attributable to members at 31st March, 2014.

FIVE-YEAR FINANCIAL SUMMARY-COMPANY

NON-IFRS STATEMENT

Year ended 31st March	IFRS 2014 N'000	IFRS 2013 N'000	IFRS 2012 N'000	IFRS 2011 N'000	N-GAAP 2010 N'000
RESULTS					
Revenue	2,078,615 =====	2,025,609 =====	2,021,567 =====	2,008,444 =====	1,630,371 =====
Profit before taxation	130,026	113,126	124,141	162,318	143,900
Taxation	<u>(7,476)</u>	<u>(26,917)</u>	<u>(44,020)</u>	<u>(58,415)</u>	<u>(32,390)</u>
Profit after taxation	122,550 =====	86,209 =====	80,121 =====	103,903 =====	111,510 =====
Declared dividend	<u>(40,320)</u> =====	<u>(37,800)</u> =====	<u>(30,240)</u> =====	<u>(21,168)</u> =====	<u>(18,144)</u> =====
BALANCE SHEET					
Property, plant and equipment	2,006,361	1,187,247	804,837	801,927	860,751
Intangible assets	830	855	1,143	1,431	-
Investments	49,550	49,550	49,697	49,697	49,697
Net current assets	(460,746)	603,586	355,820	458,273	80,312
Provision for liabilities and charges	(44,882)	(72,579)	(72,457)	(104,059)	(107,179)
Long term liabilities	<u>(813,682)</u>	<u>(1,113,599)</u>	<u>(532,389)</u>	<u>(649,846)</u>	<u>(404,383)</u>
Net assets	737,431	655,060	606,651	557,423	479,198
Share capital	252,000	252,000	252,000	201,600	151,200
Capital reserve	-	-	-	-	12,068
Share premium	25,474	25,474	25,474	25,839	31,780
Retained earnings	<u>459,957</u>	<u>377,586</u>	<u>329,177</u>	<u>329,984</u>	<u>284,150</u>
Total shareholders' equity	737,431	655,060	606,651	557,423	479,198
Per share data (kobo)					
Earnings - basic	24	17	16	26	37
- adjusted	24	17	16	21	22
Declared dividend – basic	8	7.5	7.5	7	6
- adjusted	8	7.5	6	4.2	3.6
Net assets - basic	146	130	120	138	158
- adjusted	146	130	120	110	95
Current assets: Current liabilities	0.67	1.5	1.3	1.1	1.1
Share price at year end	N1.80	N2.03	N2.09	N3.68	N6.51

Note -

Basic earnings, dividend and net assets per share for the five years have been calculated on the basis of the weighted average number ordinary shares of 50 kobo each in issue at the end of the respective years.

Adjusted earnings, dividend and net assets per share are calculated on kobo each in issue on after tax profit at 31st March, 2014.

Share Capital History

Date	Authorised share capital		Shares	Issued and fully paid			
	Shares	Value (₦)		Increase	Cumulative	Value (₦)	
1964	100,000	200,000	42,837		42,837	85,674	Cash
1965	200,000	400,000		102,104	144,941	289,882	Cash
1976	500,000	1,000,000		257,552	402,493	804,986	Cash
1976	500,000	1,000,000		220,900	623,393	1,246,786	Scrip issue
1977	1,000,000	2,000,000		226,688	850,081	1,700,162	Cash
1977	4,000,000	2,000,000					
SUB-DIVISION OF THE SHARES							
INTO 50K EACH FROM				₦2	3,400,324	1,700,162	
1986	8,000,000	4,000,000		377,814	3,778,138	1,889,069	Scrip issue
1987	8,000,000	4,000,000		1,889,027	5,667,165	2,833,583	Scrip issue
1989	32,000,000	16,000,000		2,883,583	8,550,748	4,275,374	Scrip issue
1990	32,000,000	16,000,000		1,889,055	10,439,803	5,219,902	Scrip issue
1991	40,000,000	20,000,000		3,778,110	14,217,913	7,108,957	Scrip issue (1 for 2)
1992	40,000,000	20,000,000		8,450,747	22,668,660	11,334,330	Scrip issue
1993	100,000,000	50,000,000		9,067,464	31,736,124	15,868,062	Scrip issue (2 for 5)
1993	100,000,000	50,000,000		7,934,032	39,670,156	19,835,078	Scrip issue (1 for 4)
1995	100,000,000	50,000,000		12,616,355	52,286,511	26,143,256	Rights issue
1995	100,000,000	50,000,000		13,851,499	66,138,010	33,069,005	Public issue
1996	100,000,000	50,000,000		8,904,800	75,042,810	37,521,406	Public issue
1997	100,000,000	50,000,000		14,957,188	90,000,000	45,000,000	Scrip issue (1 for 5)
1998	150,000,000	75,000,000		18,000,000	108,000,000	54,000,000	Scrip issue (1 for 5)
2003	200,000,000	100,000,000		43,200,000	151,200,000	75,600,000	Scrip issue (2 for 5)
2004	300,000,000	150,000,000		50,400,000	201,600,000	100,800,000	Scrip issue (1 for 3)
2008	500,000,000	250,000,000		100,800,000	302,400,000	151,200,000	Scrip issue (1 for 2)
2010	750,000,000	375,000,000		100,800,000	403,200,000	201,600,000	Scrip issue (1 for 3)
2011	750,000,000	375,000,000		100,800,000	504,000,000	252,000,000	Scrip issue (1 for 4)