

AFRICA PRUDENTIAL REGISTRARS PLC
UNAUDITED FINANCIAL STATEMENTS
FOR THE NINE MONTHS 30TH SEPTEMBER 2014

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AFRICA PRUDENTIAL REGISTRARS PLC

STATEMENT OF FINANCIAL POSITION FOR HALF YEAR ENDED 30 SEPTEMBER 2014

ASSETS	Notes	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
Non-current assets				
Property, plant and equipments	10	155,648	222,185	153,981
Deposits for investments	7.1	3,748,000	3,748,000	3,748,000
Goodwill	11	468,000	468,000	468,000
Intangible asset	12	12,959	4,688	9,722
Total non-current assets		4,384,607	4,442,873	4,379,702
Current assets				
Cash and cash equivalents	6	7,527,497	9,724,436	9,212,536
Financial assets (held to maturity)	7	8,484,277	3,048,030	2,392,143
Trade and other receivables	8	454,547	347,193	385,767
Other assets	8a	68,457	45,877	40,847
Inventory	9	22,731	14,351	13,206
Total current assets		16,557,510	13,179,887	12,044,499
Total assets		20,942,117	17,622,760	16,424,202
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	17	1,000,000	500,000	1,000,000
Share premium	17.1	624,446	-	624,446
Retained earnings	18	2,814,038	2,480,655	2,686,400
Other Reserves		(37,908)	(13,212)	22,637
Total equity		4,400,576	2,967,444	4,333,483
Non-current liabilities				
Deferred tax liabilities		-	-	328
Total non-current liabilities		-	-	328
Current liabilities				
Creditors and accruals	13	334,850	473,228	470,270
Customers' deposits	14	15,868,986	13,876,791	11,202,446
Taxation	15	337,704	305,297	417,676
Total current liabilities		16,541,541	14,655,316	12,090,392
Total liabilities		16,541,541	14,655,316	12,090,392
Total equity and liabilities		20,942,117	17,622,760	16,424,202

By Order of the Board

	}	
FRC/2013/IODN/00000002718	}	Eniola Fadayomi
	}	
FRC/2013/ICAN/00000002719	}	Ashade Peter
	}	
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AFRICA PRUDENTIAL REGISTRARS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR HALF YEAR ENDED 30 SEPTEMBER 2014

	Notes	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
Revenue	2	1,505,370	1,172,288	1,826,276
Net reversal of impairment /(impairment loss on financial assets)	3	(33,450)	(10,333)	(11,476)
Personnel expenses	4	(166,193)	(152,030)	(170,719)
Depreciation and amortization	12.1	(21,460)	(17,042)	(27,738)
Other expenses	5	<u>(292,494)</u>	<u>(196,108)</u>	<u>(404,156)</u>
Total expenses		(513,597)	(375,513)	(614,090)
Profit before tax		991,772	796,775	1,212,186
Tax expense	15	<u>163,465</u>	<u>185,351</u>	<u>297,730</u>
Profit after tax		<u>828,307</u>	<u>611,424</u>	<u>914,456</u>
Other comprehensive income				
Net fair value gain on available-for-sale financial assets during the year		<u>(37,908)</u>	<u>(13,212)</u>	<u>22,637</u>
Total comprehensive income for the year		<u>790,399</u>	<u>598,212</u>	<u>937,093</u>
Earning per share- Basic		<u>39.52</u>	<u>59.82</u>	<u>46.85</u>

AFRICA PRUDENTIAL REGISTRARS PLC

Statement of cash flows

For HALF YEAR ENDED 30 SEPTEMBER 2014

	Note	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
Cash flows from operating activities				
Profit after tax		828,307	611,424	914,456
Adjustments to reconcile net cash provided:				
Depreciation	12.1	21,460	17,042	27,738
Allowances for doubtful debts	8.b	-	10,333	11,476
Loss on sale of PPE		-	-	6,010
Allowance on inventory				2,478
Taxation		(79,972)	51,070	237,085
		769,795	689,869	1,199,243
Changes in assets and liabilities:				
Inventory		(9,525)	904	(35,603)
Financial assets		(6,092,134)	1,050,143	1,667,104
Debtors and prepayments		(96,390)	(84,579)	(323,200)
Customer deposits		4,666,540	8,396,308	4,301,290
Creditors and accruals		(148,029)	65,677	72,943
Net cash (used in)/ from operating activities		(909,743)	10,118,323	6,881,777
Cash flows from investing activities				
Purchase of property, plant & equipment	10	(32,318)	(16,601)	(56,600)
Deposits for investments		-	(3,748,000)	(3,748,000)
Investment in subsidiary	11	-	(750,000)	(750,000)
proceed/(loss) on disposal	18	(37,908)	(13,212)	2,623
Acquisition of intangible asset	12	(5,075)	(4,908)	(10,419)
Net cash used in investing activities		(75,301)	(4,532,721)	(4,562,396)
Cash flow financing activities				
Dividend paid		(700,000)		
Issued share capital				500,000
Increase in share premium				624,446
		(700,000)	-	1,124,446
Net (decrease)/increase in cash and cash equivalents		(1,685,039)	5,585,607	3,443,825
Cash and cash equivalents at 1 January		9,212,536	4,138,829	5,768,711
Cash and cash equivalents	20	7,527,497	9,724,436	9,212,536

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR HALF YEAR ENDED 30 SEPTEMBER 2014

- 1 Africa Prudential Registrars Plc (formerly UBA Registrars Ltd) subsequent to her listing on 11th January 2013, as a public limited Group domiciled in Nigeria, was incorporated as a private limited liability Group on 23rd March 2006 to take over the registrar services formally operated as a department by its parent - UBA Plc.
The Group renders share registration services to both public and private companies. The Group's registered office address is 220B, Ikorodu Road, Palmgrove, Lagos Nigeria.

	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
2 Revenue			
Fees and commission income	605,153	516,991	774,721
Other income	39,263	70,061	141,825
	644,416	587,052	916,546
Net Interest Income			
Interest Income	981,954	596,564	937,730
Interest Expense	(121,000)	(11,328)	(28,000)
	860,954	585,236	909,730

2.1 Fees and commission income

Fees and commission income include account servicing fees, investment management fees, fiduciary services fees, placement syndication fees and sales commission. Fees and commission income are recognized as the related services are performed.

2.2 Net interest income

Net investment income includes investment income from bonds held to maturity, treasury bills, dividends and amortization of discount on bonds after netting off interest expense arising from Management of Clients dividend fund

2.3 Other income

This comprises of income earned from search fees, photocopies, and extra-ordinary activities of the entity

	Sep-14 N'000	Sep-13 N'000	Dec-13 N'000
3 Impairment loss on financial assets			
Impairment losses on loans and advances	33,450	10,332	-
Recoveries on other assets			-
Net reversal/(impairment loss) on financial ass	33,450	10,332	-
4 Personnel expenses			
Wages and salaries	162,359	149,403	167,147
Contributions to defined contribution plans	3,834	2,627	3,572
	166,193	152,030	170,719
5 Other operating expenses			
Other premises and equipment costs	19,602	22,239	39,356
Auditors remuneration	7,880	3,000	9,538
Professional fees	93,731	96,724	3,788
General administrative expenses	171,279	74,144	351,474
	292,494	196,108	404,156

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR HALF YEAR ENDED 30 SEPTEMBER 2014

6 Cash and cash equivalents

	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
Cash in hand	40	41	179
Current account with banks	2,159,827	171,298	604,095
Placements with Financial Institutions	5,367,630	9,553,097	8,608,262
	7,527,497	9,724,436	9,212,536

	Sep-14 N'000	Sep-13 N'000	Dec-13 N'000
Maturity profile of short term deposits			
At call	1,236,637	30,044	1,412,242
0 - 30 days	646,505	2,277,331	2,708,783
30 - 60 days	2,569,488	7,245,722	3,787,237
60 - 90 days	915,000	-	700,000
	5,367,630	9,553,097	8,608,262

Cash and short term deposit in the statement of financial position comprise cash at bank and in hand and short term deposit with an original maturity of three months or less. The fair value of cash and cash equivalents equates their carrying amount.

7 Financial assets - Held to maturity

	Sep-14 N'000	Sep-13 N'000	Dec-13 N'000
Available for sale	175,793	200,490	236,339
Edo State Government Bond 2017	1,098,934	1,112,566	1,074,430
Bayelsa State Government Bond 2017	905,474	1,237,768	1,081,374
FGN Bond 2016	1,024,450	-	-
Treasury Bills	5,279,625	497,205	-
	8,484,277	3,048,030	2,392,143

7.1 Equity Investment

	3,748,000	3,748,000	3,748,000
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Financial assets comprise of State Government Bonds of Edo and Bayelsa are held to maturity, FGN bonds, Treasury bills and Equity investment are accounted for at amortised cost

8 Trade and other receivables

	Sep-14 N'000	Sep-13 N'000	Dec-13 N'000
Trade debtors	385,460	307,973	119,138
Sundry debtors	110,175	77,407	308,251
Staff Loans	42,575	36,331	42,040
	538,210	421,712	469,429
Allowances for doubtful accounts	(83,663)	(74,519)	(83,662)
	454,547	347,193	385,767

Trade receivables are recognized and carried at original invoiced amount less an allowance for any uncollectable amount. An estimate of doubtful debt is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

8a Other Asset-prepayments

	Sep-14 N'000	Sep-13 N'000	Dec-13 N'000
Prepayments	68,457	45,877	40,847

Included in prepayments is the sum of N28.7m which represents unammortised motor vehicle allowances paid to Directors during the year. The allowances are to be amortised over 5 years in line with Group's policy on depreciation of motor vehicles. Amount charged for the quarter is included in Directors' emoluments

8.b Reconciliation of allowance accounts

	Sep-14 N'000	Sep-13 N'000	Dec-13 N'000
At the beginning	83,662	64,186	72,186
(Decrease)/increase in allowance for the year	-	10,333	11,476
At the end	83,662	74,519	83,662

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS
FOR HALF YEAR ENDED 30 SEPTEMBER 2014

	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
9 Inventory			
Client stationery	22,731	14,351	15,587
Computer consumables	-	-	(2,381)
	<u>22,731</u>	<u>14,351</u>	<u>13,206</u>

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is measured by weighted average method and includes expenditures incurred in acquiring the inventories.

10 Property, plant and equipment						
2014	Building N'000	Computer equipment N'000	Motor vehicles N'000	Furniture fittings & equipments N'000	Work-in- progress N'000	Total N'000
Cost						
Balance at 1 January 2014	80,886	64,934	48,243	69,944	-	264,007
Arising on acquisition of subsidiary						-
Additions	300	22,171	6,900	2,946	-	32,318
Transfer from work-in-progress					-	-
Disposals			(8,600)	(10,115)	-	(18,715)
Balance	81,186	87,105	46,543	62,776	-	277,609
Accumulated depreciation						
Balance as at 1 January 2013	3,287	35,720	31,938	39,081	-	110,026
Arising on acquisition of subsidiary						-
Depreciation charge for the year	1,519	21,468	3,942	7,734	-	34,663
Elimination on Disposal			(7,895)	(14,833)	-	(22,728)
Balance at	4,805	57,188	27,984	31,983	-	121,961
Carrying amount						
At 30 Sept 2014	76,381	29,917	18,559	30,793	-	155,648
At 31 December 2013	77,599	29,213	16,305	30,863	-	153,981
11 Goodwill	N'000	N'000				
Consideration for UACR		750,000				
Less:						
Net Assets represented By:						
Equity shares	50,000					
Pre acquisition reserves	<u>232,000</u>	<u>282,000</u>				
		468,000				

12	Intangible asset Cost		Sep-14	Dec-13	
			N'000	N'000	
		At 1 January	27,457	17,038	
		Additions during the year	5,075	10,419	
			32,532	27,457	
		Accumulated amortization			
		At 1 January	17,735	16,713	
		Amortization during the year	1,838	1,022	
			19,573	17,735	
		Net carrying amount	12,959	9,722	
12.1	Depreciation and amortisation charge for the year	Group	Group	Group	
		Sep-14	Sep-13	Dec-13	
		N'000	N'000	N'000	
		Depreciation	19,622	9589.54	34,663
		Ammortisation	1,838	81.8	1,022
		21,460	9,671	35,685	

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR HALF YEAR ENDED 30 SEPTEMBER 2014

	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
13 Creditors and accruals			
Accounts payable	280,750	325,483	294,547
Other Credit Balances	-	-	10,357
Accrued expenses	54,100	147,745	165,366
	334,850	473,228	470,270

14 Customers' deposits	15,868,986	13,876,791	11,202,446
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This represents dividend, return monies and other interests received from clients but yet to be claimed

15 Income tax expense

Income tax expense for the year comprises current and deferred taxes

	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
1. Current income tax			
Income tax	143,951	161,175	257,594
Education tax	9,597	16,117	15,179
II tax	9,918	8,059	9,654
Under provision in prior years	-	-	15,303
	163,465	185,351	297,730
Deferred income tax	-	-	-
	163,465	185,351	297,730

.2 Per statement of financial position

	N'000	N'000	N'000
At 1 January	417,676	254,227	185,670
Arising on acquisition	-	-	67,957
Charge for the year	163,465	185,351	297,730
Payment in the year	(243,437)	-134,281	(133,681)
	337,704	305,297	417,676

.3 The charge for income tax in these financial statement is based on the provisions of the Companies Income Tax Act CAP C21 LFN 2004 as amended and the Education Tax Act CAP E4 LFN 2004.

	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
16 Deferred tax liability			
As at January	328	-	328
Arising during the year	(328)	-	328
	0	-	328

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR HALF YEAR ENDED 30 SEPTEMBER 2014

	Group Sep-14 N'000	Group Sep-13 N'000	Group Dec-13 N'000
17 Share capital:			
<i>Authorised:</i>			
Two billion ordinary shares of N.50k each	<u>1,000,000</u>	<u>500,000</u>	<u>1,000,000</u>
<i>Issued and fully paid:</i>			
Two billion ordinary shares of N.50k each	<u>1,000,000</u>	<u>500,000</u>	<u>1,000,000</u>
17.1 Share premium			
At the beginning	624,446	-	624,446
Arising during the year			-
At the end	<u>624,446</u>	<u>0</u>	<u>624,446</u>
18 Retained earnings			
At 1 January	1,985,731	1,869,232	1,869,233
Arising on acquisition of subsidiary			(97,289)
Transfer from statement of comprehensive income	<u>828,307</u>	<u>611,424</u>	<u>914,456</u>
	<u>2,814,038</u>	<u>2,480,655</u>	<u>2,686,400</u>
Net fair value gain on available-for-sale financial assets during the year	<u>(37,908)</u>	<u>(13,212)</u>	<u>22,637</u>
Total equity	<u>2,776,130</u>	<u>2,467,444</u>	<u>2,709,037</u>
19 Basic earnings per ordinary share			
Profit attributable to shareholders (N'000)	828,307	611,424	914,456
Number of ordinary share in issue ('000)	2,000,000	1,000,000	2,000,000
20 Cash and cash equivalents			
Cash and cash equivalents	<u>7,527,497</u>	<u>9,724,436</u>	<u>9,212,536</u>