

AFRICA PRUDENTIAL REGISTRARS PLC

**UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST MARCH 2014**

Contents

Page




Statement of Financial Position	1
Statement of Profit or Loss and Other Comprehensive Income	2
Statement of Cash Flows	3
Notes to the Financial Statements	4-8

AFRICA PRUDENTIAL REGISTRARS PLC

STATEMENT OF FINANCIAL POSITION FOR FIRST QUARTER ENDED 31 MARCH 2014

ASSETS	Notes	GROUP	Company	GROUP
		Mar-14 N'000	Mar-13 N'000	Dec-13 N'000
Non-current assets				
Property, plant and equipments	10	157,559	169,621	153,981
Deposits for investments	21	3,748,000	3,748,000	3,748,000
Goodwill	11	467,336	-	468,000
Intangible asset	12	9,186	309	9,722
Total non-current assets		<u>4,382,081</u>	<u>3,917,930</u>	<u>4,379,702</u>
Current assets				
Cash and cash equivalents	5	11,772,188	1,581,750	9,212,536
Financial assets (held to maturity)	6	2,808,874	2,729,007	2,392,143
Trade and other receivables	7a	377,770	130,026	385,767
Other assets	7b	69,783	6,581	40,847
Inventory	9	26,633	6,192	13,206
Total current assets		<u>15,055,247</u>	<u>4,453,556</u>	<u>12,044,499</u>
Total assets		<u>19,437,329</u>	<u>8,371,486</u>	<u>16,424,202</u>
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	17	1,000,000	500,000	1,000,000
Share premium	17b	624,446	-	624,446
Retained earnings	18	2,899,631	2,043,961	2,686,400
Other Reserves				22,637
Total equity		<u>4,524,077</u>	<u>2,543,961</u>	<u>4,333,483</u>
Non-current liabilities				
Deffered tax liabilities	16	328		328
Total non-current liabilities		<u>328</u>	<u>-</u>	<u>328</u>
Current liabilities				
Creditors and accruals	13	494,662	335,794	470,270
Customers' deposits	14	13,905,217	5,260,917	11,202,446
Taxation	15	513,046	230,814	417,676
Total current liabilities		<u>14,912,925</u>	<u>5,827,525</u>	<u>12,090,392</u>
Total liabilities		<u>14,912,925</u>	<u>5,827,525</u>	<u>12,090,392</u>
Total equity and liabilities		<u>19,437,329</u>	<u>8,371,486</u>	<u>16,424,202</u>

By Order of the Board

	}
_____	}
FRC/2013/IODN/00000002718	} <i>Eniola Fadayomi</i>
	}
_____	}
FRC/2013/ICAN/00000002719	} <i>Ashade Peter</i>
	}
_____	}
FRC/2013/ICAN/00000002720	} <i>Adenuga Olufemi</i>

AFRICA PRUDENTIAL REGISTRARS PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR FIRST QUARTER ENDED 31 MARCH 2014

	Notes	GROUP Mar-14 N'000	Company Mar-13 N'000	Group Dec-13 N'000
Revenue	2	472,811	308,636	1,854,276
Net reversal of impairment /(impairment loss on financial assets)	2.4	-	(984)	(11,476)
Personnel expenses	3	(49,765)	(44,236)	(170,719)
Depreciation and amortization	12a	(6,715)	(4,334)	(27,738)
Other expenses	4	(98,076)	(35,183)	(432,156)
Total expenses		(154,556)	(84,737)	(642,090)
Profit before tax		318,255	223,899	1,212,186
Tax expense	15	105,024	49,170	297,730
Profit after tax		213,231	174,729	914,456
Other comprehensive income				
Net fair value gain on available-for-sale financial assets during the year		-	-	22,367
Total comprehensive income for the year		213,231	174,729	936,823
Earning per share- Basic		10.66	17.47	46.84

AFRICA PRUDENTIAL REGISTRARS PLC

Statement of cash flows

For FIRST QUARTER ENDED 31 MARCH 2014

	Note:	Group Mar-14 N'000	Company Mar-13 N'000	Group Dec-13 N'000
Cash flows from operating activities				
Profit after tax		213,231	174,729	914,456
Adjustments to reconcile net cash provided:				
Depreciation	12a	6,715	4,334	27,738
Allowances for doubtful debts	8	-	984	11,476
Loss on sale of PPE		-	-	6,010
Allowance on inventory				2,478
Taxation		(9,654)	45,143	237,085
		210,292	225,190	1,199,243
Changes in assets and liabilities:				
Inventory		(13,427)	9,063	(35,603)
Financial assets		(416,731)	(2,417,759)	1,667,104
Debtors and prepayments		(22,532)	(96,492)	(323,200)
Customer deposits		2,702,771	(55,058)	4,301,290
Creditors and accruals		119,762	(219,566)	72,943
Net cash (used in)/ from operating activities		2,580,136	(2,554,621)	6,881,777
Cash flows from investing activities				
Purchase of property, plant & equipment	10	(20,489)	(2,463)	(56,600)
Deposits for investments		-	-	(3,748,000)
Investment in subsidiary		-	-	(750,000)
proceed/(loss) on disposal		-	-	2,623
Acquisition of intangible asset	12	-	-	(10,419)
Net cash used in investing activities		(20,489)	(2,463)	(4,562,396)
Cash flow:financing activities				
Issued share capital				500,000
Increase in share premium				624,446
WHT on dividend paid		-	-	-
Dividend Paid		-	-	-
		-	-	1,124,446
Net (decrease)/increase in cash and cash equivalents		2,559,652	(2,557,079)	3,443,825
Cash and cash equivalents at 1 January		9,212,536	4,138,829	5,768,711
Cash and cash equivalents	20	11,772,188	1,581,750	9,212,536

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR FIRST QUARTER ENDED 31 MARCH 2014

1 Africa Prudential Registrars Plc (formerly UBA Registrars Ltd) subsequent to her listing on 11th January 2013, as a public limited company domiciled in Nigeria, was incorporated as a private limited liability company on 23rd March 2006 to take over the registrar services formally operated as a department by its parent - UBA Plc.

The company renders share registration services to both public and private companies. The company's registered office address is 220B, Ikorodu Road, Palmgrove, Lagos Nigeria.

	Group	Company	Group
	Mar-14	Mar-13	Dec-13
	N'000	N'000	N'000
2 Revenue			
Fees and commission income	185,273	138,688	774,721
Net investment income	281,123	166,127	937,730
Other income	6,415	3,821	141,825
	<u>472,811</u>	<u>308,636</u>	<u>1,854,276</u>

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

2.2 Net investment income

Net investment income includes investment income from bonds held to maturity, treasury bills, dividends and amortization of discount on bonds.

2.3 Other income

This comprises of income earned from search fees, photocopies, over-provisions written back and extraordinary activities of the entity

	Mar-14	Mar-13	Dec-13
	N'000	N'000	N'000
2.4 Impairment loss on financial assets			
Impairment losses on loans and advances	-	-	-
Recoveries on other assets	-	984	-
Net reversal/(impairment loss) on financial assets	<u>-</u>	<u>984</u>	<u>-</u>

3 Personnel expenses

Wages and salaries	48,787	43,399	167,147
Contributions to defined contribution plans	978	837	3,572
	<u>49,765</u>	<u>44,236</u>	<u>170,719</u>

4 Other operating expenses

Other premises and equipment costs	7,773	8,097	39,356
Auditors remuneration	1,050	-	9,538
Professional fees	26,419	16,865	3,788
General administrative expenses	62,833	10,220	379,474
	<u>98,076</u>	<u>35,183</u>	<u>432,156</u>

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR FIRST QUARTER ENDED 31 MARCH 2014

	Group Mar-14 N'000	Company Mar-13 N'000	Group Dec-13 N'000
5 Cash and cash equivalents			
Cash in hand	70	54	179
Current account with banks	4,007,890	498,863	604,095
Placements with Financial Institutions	7,764,228	1,082,833	8,608,262
	<u>11,772,188</u>	<u>1,581,750</u>	<u>9,212,536</u>
	Mar-14 N'000	Mar-13 N'000	Dec-13 N'000
Maturity profile of short term deposits			
At call	26,655	70,966	1,412,242
0 - 30 days	2,777,000	100,690	2,708,783
30 - 60 days	4,645,573	911,177	3,787,237
60 - 90 days	315,000	-	700,000
	<u>7,764,228</u>	<u>1,082,833</u>	<u>8,608,262</u>

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.

	Mar-14 N'000	Mar-13 N'000	Dec-13 N'000
6 Financial assets - Held to maturity			
Available for sale	213,701	-	236,339
Fixed income securities	-	40,000	-
Edo State Government Bond 2017	1,105,202	1,119,529	1,074,430
Bayelsa State Government Bond 2017	1,108,634	1,360,629	1,081,374
Equity Investment	-	208,849	-
Treasury Bills	381,337	-	-
	<u>2,808,874</u>	<u>2,729,007</u>	<u>2,392,143</u>

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

	Mar-14 N'000	Mar-13 N'000	Dec-13 N'000
7a Trade and other receivables			
Trade debtors	354,411	111,318	119,138
Sundry debtors	66,385	20,759	308,251
Staff Loans	40,637	27,523	42,040
	461,433	159,600	469,429
Allowances for doubtful accounts (note 11.1)	<u>(83,663)</u>	<u>(29,574)</u>	<u>(83,662)</u>
	<u>377,770</u>	<u>130,026</u>	<u>385,767</u>

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.

	Mar-14 N'000	Mar-13 N'000	Dec-13 N'000
7b Other Asset-prepayments			
Prepayments	<u>69,783</u>	<u>6,581</u>	<u>40,847</u>

Included in prepayments is the sum of N33.9m which represents unammortised motor vehicle allowances paid to Directors during the year. The allowances are to be amortised over 5 years in line with company's policy on depreciation of motor vehicles. Amount charged for the quarter is included in Directors' emoluments

	Sep-13 N'000	Sep-13 N'000	Dec-12 N'000
8 Reconciliation of allowance accounts			
At 1 January	83,662	28,590	72,186
(Decrease)/increase in allowance for the year	<u>-</u>	<u>984</u>	<u>11,476</u>
	<u>83,662</u>	<u>29,574</u>	<u>83,662</u>

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED 31 MARCH 2014

	Group Mar-14 N'000	Group Mar-13 N'000	Company Dec-12 N'000
9 Inventory			
Client stationery	26,633	6,192	15,587
Computer consumables	-	-	(2,381)
	<u>26,633</u>	<u>6,192</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.

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		18,801		1,688	-	20,489
Transfer from work-in-progress					-	-
Disposals			(8,600)	(10,115)	-	(18,715)
Balance	<u>80,886</u>	<u>83,735</u>	<u>39,643</u>	<u>61,517</u>	<u>-</u>	<u>265,780</u>
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	506	16,834	1,170	2,413	-	20,922
Elimination on Disposal			(7,895)	(14,833)		(22,728)
Balance at	<u>3,792</u>	<u>52,554</u>	<u>25,213</u>	<u>26,661</u>	<u>-</u>	<u>108,220</u>
Carrying amount						
At 31 March 2014	77,094	31,181	14,430	34,856	-	157,559
At 31 December 2013	77,599	29,213	16,305	30,863	-	153,981

2014	N'000	N'000	Mar-14	Dec-12
11 Goodwill				
Consideration for UACR		750,000		
Less:				
Net Assets represented By:				
Equity shares	50,000			
Pre acquisition reserves	<u>232,664</u>	<u>282,664</u>		
		<u>467,336</u>		

The goodwill stated above is carried at cost less impairment losses which is in line with the company accounting policy and IFRS requirements.

	N'000	N'000
12 Intangible asset		
Cost		
At 1 January	27,457	17,038
Additions during the year	-	10,419
	<u>27,457</u>	<u>27,457</u>
Accumulated amortization		
At 1 January	17,735	16,713
Amortization during the year	536	1,022
	<u>18,271</u>	<u>17,735</u>
Net carrying amount	<u>9,186</u>	<u>9,722</u>

	Group Sep-13 N'000	Group Sep-13 N'000	Company Dec-12 N'000
12a Depreciation and amortisation charge for the year			
Depreciation	6,179	4,319	20,922
Amortisation	536	15	1,022
	<u>6,715</u>	<u>4,334</u>	<u>21,944</u>

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR FIRST QUARTER ENDED 31 MARCH 2014

	Group Mar-14 N'000	Group Mar-13 N'000	Company Dec-13 N'000
13 Creditors and accruals			
Accounts payable	394,986	241,061	294,547
Other Credit Balances	-	-	10,357
Accrued expenses	99,676	94,733	165,366
	<u>494,662</u>	<u>335,794</u>	<u>470,270</u>

14 Customers' deposits	<u>13,905,217</u>	<u>5,260,917</u>	<u>11,202,446</u>
-------------------------------	-------------------	------------------	-------------------

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 Mar-14 N'000	Group Mar-13 N'000	Company Dec-13 N'000
1. Current income tax			
Income tax	95,476	43,998	257,594
Education tax	6,365	2,933	15,179
IT tax	3,183	2,239	9,654
Under provision in prior years	-	-	15,303
	<u>105,024</u>	<u>49,170</u>	<u>297,730</u>
Deferred income tax	-	-	-
	<u>105,024</u>	<u>49,170</u>	<u>297,730</u>

.2 Per statement of financial position

	N'000	N'000	N'000
At 1 January	417,676	185,671	185,670
Arising on acquisition	-	-	67,957
Charge for the year	105,024	49,170	297,730
Payment in the year	(9,654)	(4,027)	(133,681)
	<u>513,046</u>	<u>230,814</u>	<u>417,676</u>

.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 Mar-14 N'000	Group Mar-13 N'000	Company Dec-13 N'000
16 Deferred tax liability			
As at 1st January	328	-	-
Arising during the year	-	-	328
At 31st March	<u>328</u>	<u>-</u>	<u>328</u>

The deferred tax liability stated above arises from UAC Registrars Ltd accounts consolidated which is expected to reverse at the end of the financial year.

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR FIRST QUARTER ENDED 31 MARCH 2014

	Group Mar-14 N'000	Group Mar-13 N'000	Company 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>
17a Issued and fully paid:			
Two billion ordinary shares of N.50k each	<u>1,000,000</u>	<u>500,000</u>	<u>1,000,000</u>
17b Share premium			
At 1 January	624,446	-	624,446
Arising during the year			-
As at 31st March	<u>624,446</u>	<u>-</u>	<u>624,446</u>
18 Retained earnings			
At 1 January	2,686,400	1,869,232	1,869,233
Arising on acquisition of subsidiary			(97,289)
Transfer from statement of comprehensive income	<u>213,231</u>	<u>174,729</u>	<u>914,456</u>
	<u>2,899,631</u>	<u>2,043,961</u>	<u>2,686,400</u>
Net fair value gain on available-for-sale financial assets during the year			22,637
18b Shareholders Fund	<u>3,899,631</u>	<u>2,543,961</u>	<u>3,709,037</u>
19 Basic earnings per ordinary share			
Profit attributable to shareholders (N'000)	213,231	174,729	914,456
Number of ordinary share in issue ('000)	<u>2,000,000</u>	<u>1,000,000</u>	<u>2,000,000</u>
20 Cash and cash equivalents			
Cash and cash equivalents	<u>11,772,188</u>	<u>1,581,750</u>	<u>9,212,536</u>
21 Deposit for Investments			
This represents the company's deposits for investments in UBA Kenya (N1,440,000,000) UBA Mozambique (608,000,000) and UBA Uganda (N1,700,000,000)			