

AFRICA PRUDENTIAL REGISTRARS PLC
UNAUDITED FINANCIAL STATEMENTS
FOR THE SIX MONTHS 30TH JUNE 2014

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AFRICA PRUDENTIAL REGISTRARS PLC

STATEMENT OF FINANCIAL POSITION FOR HALF YEAR ENDED 30 JUNE 2014

ASSETS	Notes	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
Non-current assets				
Property, plant and equipments	10	154,372	153,453	195,483
Deposits for investments	6.1	3,748,000	3,748,000	3,748,000
Goodwill	11	468,000	-	-
Intangible asset	12	9,451	9,451	5,124
Total non-current assets		4,379,822	3,910,904	3,948,607
Current assets				
Cash and cash equivalents	5	10,214,696	5,104,557	4,776,410
Financial assets (held to maturity)	6	7,829,542	7,129,542	8,829,029
Long term investment	7	-	750,000	-
Trade and other receivables	8	394,234	367,202	160,116
Other assets	8a	77,940	77,940	6,061
Inventory	9	20,551	20,551	15,542
Total current assets		18,536,963	13,449,792	13,787,158
Total assets		22,916,786	17,360,696	17,735,765
EQUITY AND LIABILITIES				
Capital and reserves				
Share capital	16	1,000,000	1,000,000	500,000
Share premium	16a	624,446	624,446	-
Retained earnings	17	2,537,503	2,410,713	2,181,459
Total equity		4,161,949	4,035,159	2,681,459
Non-current liabilities				
Deffered tax liabilities	15(4)	328	-	-
Total non-current liabilities		328	-	-
Current liabilities				
Creditors and accruals	13	470,842	415,818	445,175
Customers' deposits	14	17,725,339	12,469,771	14,275,920
Taxation	15	558,327	439,948	333,211
Total current liabilities		18,754,508	13,325,537	15,054,306
Total liabilities		18,754,508	13,325,537	15,054,306
Total equity and liabilities		22,916,786	17,360,696	17,735,765

By Order of the Board

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

AFRICA PRUDENTIAL REGISTRARS PLC

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

	Notes	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
Revenue	2	1,078,900	914,681	667,417
Net reversal of impairment /(impairment loss on financial assets)	2.4	(13,380)	(13,380)	(984)
Personnel expenses	3	(106,361)	(104,738)	(88,252)
Depreciation and amortization	12a	(13,584)	(13,509)	(9,671)
Other expenses	4	<u>(244,161)</u>	<u>(169,441)</u>	<u>(104,715)</u>
Total expenses		(377,486)	(301,068)	(203,622)
Profit before tax		701,414	613,613	463,795
Tax expense	15	<u>150,305</u>	<u>130,989</u>	<u>151,568</u>
Profit after tax		<u>551,108</u>	<u>482,624</u>	<u>312,227</u>
Other comprehensive income				
Net fair value gain on available-for-sale financial assets during the year		<u>-</u>	<u>1,768</u>	<u>-</u>
Total comprehensive income for the year		<u>551,108</u>	<u>484,392</u>	<u>312,227</u>
Earning per share- Basic		<u>27.56</u>	<u>24.22</u>	<u>31.22</u>

AFRICA PRUDENTIAL REGISTRARS PLC

Statement of cash flows

For HALF YEAR ENDED 30 JUNE 2014

	Note:	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
Cash flows from operating activities				
Profit after tax		551,108	482,624	312,226
Adjustments to reconcile net cash provided:				
Depreciation	12a	13,584	13,509	9,671
Allowances for doubtful debts	8b	-	-	984
Loss on sale of PPE		-	-	-
Allowance on inventory				
Taxation		140,651	130,989	147,541
		<u>705,344</u>	<u>627,122</u>	<u>470,422</u>
Changes in assets and liabilities:				
Inventory		(7,345)	(7,345)	(286)
Financial assets		(5,437,399)	(4,973,737)	(8,517,782)
Debtors and prepayments		(45,560)	(96,492)	-126,063
Customer deposits		6,520,931	6,339,004	54,323
Creditors and accruals		(9,084)	(219,566)	8,795,437
		<u>1,726,887</u>	<u>1,668,987</u>	<u>676,052</u>
Net cash (used in)/ from operating activities				
Cash flows from investing activities				
Purchase of property, plant & equipment	10	(23,932)	(2,463)	(33,569)
Deposits for investments		-	-	-
Investment in subsidiary	7	-	-	-
proceed/(loss) on disposal		-	-	-
Acquisition of intangible asset	12	(800)	(800)	(4,908)
		<u>(24,732)</u>	<u>(3,263)</u>	<u>(38,477)</u>
Net cash used in investing activities				
Cash flow financing activities				
Dividend paid		(700,000)	(700,000)	-
Issued share capital				
Increase in share premium				
		<u>(700,000)</u>	<u>(700,000)</u>	<u>-</u>
Net (decrease)/increase in cash and cash equivalents				
		1,002,160	965,729	637,580
Cash and cash equivalents at 1 January				
		<u>9,212,536</u>	<u>4,138,829</u>	<u>4,138,829</u>
Cash and cash equivalents				
	19	<u><u>10,214,696</u></u>	<u><u>5,104,558</u></u>	<u><u>4,776,410</u></u>

AFRICA PRUDENTIAL REGISTRARS PLC

NOTES TO THE FINANCIAL STATEMENTS FOR HALF YEAR ENDED 30 JUNE 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	Company
	Jun-14	Jun-14	Jun-13
	N'000	N'000	N'000
2 Revenue			
Fees and commission income	408,772	390,297	324,156
Net investment income	636,220	501,669	308,452
Other income	33,908	22,715	34,809
	<u>1,078,900</u>	<u>914,681</u>	<u>667,417</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 recognized as the related services are performed.

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 extra-ordinary activities of the entity

	Jun-14	Jun-14	Jun-13
	N'000	N'000	N'000
2.4 Impairment loss on financial assets			
Impairment losses on loans and advances	-	-	-
Recoveries on other assets	13,380	13,380	984
Net reversal/(impairment loss) on financial ass	<u>13,380</u>	<u>13,380</u>	<u>984</u>

3 Personnel expenses

Wages and salaries	104,667	103,044	86,857
Contributions to defined contribution plans	1,694	1,694	1,395
	<u>106,361</u>	<u>104,738</u>	<u>88,252</u>

4 Other operating expenses

Other premises and equipment costs	13,009	13,009	14,295
Auditors remuneration	4,200	4,200	714
Professional fees	58,020	58,050	53,605
General administrative expenses	168,931	94,181	36,101
	<u>244,161</u>	<u>169,441</u>	<u>104,716</u>

AFRICA PRUDENTIAL REGISTRARS PLC

**NOTES TO THE FINANCIAL STATEMENTS
FOR HALF YEAR ENDED 30 JUNE 2014**

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
5 Cash and cash equivalents			
Cash in hand	70	70	70
Current account with banks	3,953,812	948,155	975,390
Placements with Financial Institutions	6,260,814	4,156,332	3,800,950
	<u>10,214,696</u>	<u>5,104,557</u>	<u>4,776,410</u>

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
Maturity profile of short term deposits			
At call	133,338	2,714	1,963,849
0 - 30 days	1,606,076	1,693,618	827,743
30 - 60 days	4,206,400	2,145,000	1,009,357
60 - 90 days	315,000	315,000	-
	<u>6,260,814</u>	<u>4,156,332</u>	<u>3,800,950</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.

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
6 Financial assets - Held to maturity			
Available for sale	213,701	213,701	211,460
Edo State Government Bond 2017	1,105,202	1,105,202	1,081,590
Bayelsa State Government Bond 2017	910,638	910,638	1,207,332
Treasury Bills	5,600,000	4,900,000	6,328,647
	<u>7,829,542</u>	<u>7,129,542</u>	<u>8,829,029</u>
6.1 Equity Investment	<u>3,748,000</u>	<u>3,748,000</u>	<u>3,748,000</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

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
7 Investment in UAC Registrars Ltd	-	750,000	-

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
8 Trade and other receivables			
Trade debtors	334,568	267,171	115,126
Sundry debtors	108,215	100,452	34,919
Staff Loans	35,115	39,646	39,646
	<u>477,897</u>	<u>407,268</u>	<u>189,690</u>
Allowances for doubtful accounts	<u>(83,663)</u>	<u>(40,066)</u>	<u>(29,574)</u>
	<u>394,234</u>	<u>367,202</u>	<u>160,116</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.

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
8a Other Asset-prepayments			
Prepayments	<u>77,940</u>	<u>77,940</u>	<u>6,061</u>

Included in prepayments is the sum of N31.3m which represents unamortised 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

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
8b Reconciliation of allowance accounts			
At 1 January	83,662	40,066	28,590
(Decrease)/increase in allowance for the year	<u>-</u>	<u>-</u>	<u>984</u>
	<u>83,662</u>	<u>40,066</u>	<u>29,574</u>

AFRICA PRUDENTIAL REGISTRARS PLC

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

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
9 Inventory			
Client stationery	20,551	20,551	15,542
Computer consumables	-	-	-
	<u>20,551</u>	<u>20,551</u>	<u>15,542</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	200	21,581	-	2,151	-	23,932
Transfer from work-in-progress					-	-
Disposals			(8,600)	(10,115)	-	(18,715)
Balance	<u>81,086</u>	<u>86,515</u>	<u>39,643</u>	<u>61,980</u>	<u>-</u>	<u>269,224</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	1,011	19,118	2,340	5,084	-	27,553
Elimination on Disposal			(7,895)	(14,833)	-	(22,728)
Balance at	<u>4,298</u>	<u>54,838</u>	<u>26,383</u>	<u>29,332</u>	<u>-</u>	<u>114,851</u>

Carrying amount

At 30 June 2014	76,788	31,677	13,260	32,648	-	154,372
At 1 January 2014	77,599	29,213	16,305	30,863	-	153,981

11 Goodwill	N'000	N'000		Jun-14 N'000	Jan-14 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>			
		<u>468,000</u>			

12 Intangible asset		Jun-14 N'000	Jan-14 N'000
Cost			
At 1 January		27,457	17,038
Additions during the year		<u>800</u>	<u>10,419</u>
		<u>28,257</u>	<u>27,457</u>
Accumulated amortization			
At 1 January		17,735	16,713
Amortization during the year		<u>1,071</u>	<u>1,022</u>
		18,806	17,735
Net carrying amount		<u>9,451</u>	<u>9,722</u>

12a Depreciation and amortisation charge for the year	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
Depreciation	12,512	12437	9563
Amortisation	1,071	1072	108
	<u>13,584</u>	<u>13,509</u>	<u>9,671</u>

AFRICA PRUDENTIAL REGISTRARS PLC

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

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
13 Creditors and accruals			
Accounts payable	375,239	320,215	322,570
Other Credit Balances	-	-	-
Accrued expenses	95,603	95,603	122,606
	<u>470,842</u>	<u>415,818</u>	<u>445,175</u>

14 Customers' deposits	<u>17,725,339</u>	<u>12,469,771</u>	<u>14,275,920</u>
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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 Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
1. Current income tax			
Income tax	133,269	116,586	137,747
Education tax	10,023	8,267	9,183
II tax	7,014	6,136	4,638
Under provision in prior years	-	-	-
	<u>150,305</u>	<u>130,989</u>	<u>151,568</u>
Deferred income tax	-	-	-
	<u>150,305</u>	<u>130,989</u>	<u>151,568</u>

.2 Per statement of financial position

At 1 January	417,676	308,959	185,670
Arising on acquisition	-	-	-
Charge for the year	150,305	130,989	151,568
Payment in the year	-9,654	-	-4,027
	<u>558,327</u>	<u>439,948</u>	<u>333,211</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 Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
.4			
Deferred tax liability	328	-	-
As at January	328	-	-
Arising during the year	-	-	-
As at 30 June	<u>328</u>	<u>-</u>	<u>-</u>

AFRICA PRUDENTIAL REGISTRARS PLC

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

	Group Jun-14 N'000	Company Jun-14 N'000	Company Jun-13 N'000
16 Share capital:			
<i>Authorised:</i>			
Two billion ordinary shares of N.50k each	<u>1,000,000</u>	<u>1,000,000</u>	<u>500,000</u>
<i>Issued and fully paid:</i>			
Two billion ordinary shares of N.50k each	<u>1,000,000</u>	<u>1,000,000</u>	<u>500,000</u>
16a Share premium			
At 1 January	624,446	624,446	-
Arising during the year			
As at 30 June	<u>624,446</u>	<u>624,446.00</u>	<u>-</u>
17 Retained earnings			
At 1 January	2,686,395	2,626,321	1,869,232
Dividend Payment	(700,000)	(700,000)	-
Transfer from statement of comprehensive income	551,108	484,392	312,226.35
	<u>2,537,503</u>	<u>2,410,713</u>	<u>2,181,459</u>
Net fair value gain on available-for-sale financial assets during the year	-	-	-
Total equity	<u>2,537,503</u>	<u>2,410,713</u>	<u>2,181,459</u>
17.1	The Dividend of 35kobo amounting to N700Million approved by Shareholders at the AGM on 3rd April 2014 was paid during the Quarter		
18 Basic earnings per ordinary share	Group Jun-14	Company Jun-14	Company Jun-13
Profit attributable to shareholders (N'000)	551,108	482,624	312,226
Number of ordinary share in issue ('000)	2,000,000	2,000,000	1,000,000
19 Cash and cash equivalents			
Cash and cash equivalents	<u>10,214,696</u>	<u>5,104,557</u>	<u>4,776,410</u>