



**AFRICA PRUDENTIAL PLC**  
**Lagos, Nigeria**

**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31 MARCH 2019**

**AFRICA PRUDENTIAL PLC**

**UNAUDITED FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 MARCH 2019**

<b>CONTENTS</b>	<b>PAGE</b>
Statement of profit or loss and other comprehensive income	3
Statement of financial position	4
Statement of changes in equity	5
Statement of cash flows	6
Notes to the financial statements	7-16

## AFRICA PRUDENTIAL PLC

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

<i>For the period ended in thousands of Nigerian Naira</i>	Notes	<b>31 March 2019</b>	<b>31 March 2018</b>	<b>31 December 2018</b>
Revenue from contracts with customers	1	273,861	223,549	1,416,699
Interest income	2	595,508	734,254	3,068,868
<b>Gross earnings</b>		<b>869,369</b>	<b>957,803</b>	<b>4,485,567</b>
Other income	3	2,839	47,972	532,251
Credit loss expenses	4	-	-	(153,831)
Impairment on goodwill	16	-	(24,700)	(98,693)
Personnel expenses	5	(155,146)	(112,443)	(565,193)
Other operating expenses	6	(145,188)	(122,144)	(832,866)
Depreciation of property and equipment	15	(12,038)	(12,966)	(51,299)
Amortisation of intangible assets	16	(5,083)	(5,601)	(21,656)
<b>Profit before finance costs and tax</b>		<b>554,753</b>	<b>727,921</b>	<b>3,294,280</b>
Finance costs	7	(101,030)	(186,245)	(899,541)
<b>Profit before tax</b>		<b>453,723</b>	<b>541,676</b>	<b>2,394,739</b>
Income tax expense	8.1	(72,189)	(80,778)	(441,839)
<b>Profit after tax</b>		<b>381,534</b>	<b>460,898</b>	<b>1,952,900</b>
<b>Other comprehensive income</b>				
<b><i>Other comprehensive income that may be reclassified to profit or loss in subsequent periods</i></b>				
Fair value gain on available-for-sale instruments		-		-
Fair value gain on unquoted equity		-		
<b><i>Other comprehensive income that may not be reclassified to profit or loss in subsequent periods (net of tax):</i></b>				
Net (loss)/gain on quoted equity instruments at fair value through other comprehensive income		(8,250)	43,454	-
Net gain on unquoted equity instruments at fair value through other comprehensive income		-	-	614,815
<b>Total other comprehensive income for the year, net of tax</b>		<b>(8,250)</b>	<b>43,454</b>	<b>614,815</b>
<b>Total comprehensive income for the year, net of tax</b>		<b>373,284</b>	<b>504,352</b>	<b>2,567,715</b>
Basic and diluted earnings per share (Kobo)	10	19	23	98

The accompanying notes to the financial statements form an integral part of these financial statements.

# AFRICA PRUDENTIAL PLC

## STATEMENT OF FINANCIAL POSITION

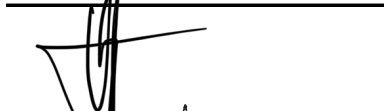
<i>As at Period end in thousands of Nigerian Naira</i>	Notes	<b>31 March 2019</b>	<b>31 December 2018</b>
<b>Assets</b>			
Cash and cash equivalents	11	6,249,414	2,559,899
Equity instruments at fair value through OCI	12.1	5,047,007	5,055,257
Debt instruments at amortised cost	12.2	7,792,516	12,436,863
Trade and other receivables	13	952,583	875,056
Inventory	14	3,432	3,432
Property and equipment	15	210,997	210,975
Intangible assets	16	66,388	71,471
Deferred tax assets	21	58,797	58,797
<b>Total assets</b>		<b>20,381,134</b>	<b>21,271,750</b>
<b>Liabilities</b>			
Customers' deposits	17	11,774,709	10,122,131
Creditors and accruals	18	116,876	63,104
Borrowings	19	-	2,042,439
Current income tax payable	20	519,676	447,487
Deferred tax liabilities	21	-	-
<b>Total liabilities</b>		<b>12,411,261</b>	<b>12,675,161</b>
<b>Equity</b>			
Share capital	22	1,000,000	1,000,000
Share premium	22	624,446	624,446
Fair value reserve	22	1,034,952	1,043,202
Retained earnings	22	5,310,475	5,928,941
<b>Total equity</b>		<b>7,969,873</b>	<b>8,596,589</b>
<b>Total liabilities and equity</b>		<b>20,381,134</b>	<b>21,271,750</b>

The financial statements and accompanying notes to the financial statements were approved and authorised for issue by the Board of Directors on April 18, 2019 and were signed on its behalf by:

Chief (Mrs) Eniola Fadayomi FIOD MFR (Chairman)  
FRC/2013/IODN/00000002718



Obong Idiong (Managing Director)  
FRC/2013/NBA/00000004696



Olufemi Adenuga (Chief Financial Officer)  
FRC/2013/ICAN/00000002720



The accompanying notes to the financial statements form an integral part of these financial statement

## AFRICA PRUDENTIAL PLC

### STATEMENTS OF CHANGES IN EQUITY

For the period ended

<i>in thousands of Nigerian Naira</i>	Note	Share capital	Share premium	Fair value reserve	Retained earnings	Total equity
<b>As at 1 January 2019</b>		1,000,000	624,446	1,043,202	5,928,941	<b>8,596,589</b>
Impact of adopting IFRS 9		-	-	-	-	-
		1,000,000	624,446	1,043,202	5,928,941	<b>8,596,589</b>
Profit for the year		-	-	-	381,534	<b>381,534</b>
Other comprehensive income for the year (net of tax)		-	-	(8,250)	-	<b>(8,250)</b>
<b>Total other comprehensive income for the year, net of tax</b>		-	-	(8,250)	381,534	<b>373,284</b>
<b>Transactions with owners of equity</b>						
Dividends declared and paid	9	-	-	-	(1,000,000)	<b>(1,000,000)</b>
<b>Total transactions with owners of equity</b>		-	-	-	(1,000,000)	<b>(1,000,000)</b>
<b>As at 31 March 2019</b>		<b>1,000,000</b>	<b>624,446</b>	<b>1,034,952</b>	<b>5,310,475</b>	<b>7,969,873</b>
<i>As at 1 January 2018</i>		1,000,000	624,446	428,387	4,886,652	6,939,485
<i>Impact of adopting IFRS 9</i>		-	-	-	-	-
		1,000,000	624,446	428,387	4,886,652	6,939,485
Profit for the year		-	-	-	460,898	460,898
Other comprehensive income for the year		-	-	43,454	-	43,454
<b>Total other comprehensive income for the year, net of tax</b>		-	-	43,454	460,898	504,352
<b>Transactions with owners of equity</b>						
Dividends declared and paid	9	-	-	-	(800,000)	(800,000)
<b>Total transactions with owners of equity</b>		-	-	-	(800,000)	(800,000)
<b>As at 31 March 2018</b>		<b>1,000,000</b>	<b>624,446</b>	<b>471,841</b>	<b>4,547,550</b>	<b>6,643,837</b>

The accompanying notes to the financial statements form an integral part of these financial statements.

# AFRICA PRUDENTIAL PLC

## STATEMENT OF CASH FLOWS

For the Period ended

in thousands of Nigerian Naira

	Notes	31 March 2019	31 December 2018
<b>Cash flows from operating activities</b>			
Profit before tax		453,723	2,394,739
<b>Adjustment to reconcile profit before tax to net cash flows</b>			
Depreciation	15	12,038	51,299
Amortization	16	5,083	21,656
Impairment on financial assets	4	-	153,831
Impairment on goodwill	16	-	98,693
Profit from disposal of plant and equipment	3	-	(4,388)
Inventory written off	6	-	12,632
Interest income	2	(595,508)	(3,068,868)
Finance costs	7	101,030	899,541
<b>Changes in working capital</b>			
Changes in inventories		-	514
Changes in trade and other receivables		486,161	630,550
Changes in customers' deposits		1,652,578	(670,133)
Changes in creditors and accruals		53,772	(317,039)
Changes in debt instruments at amortised cost		4,644,347	(114,048)
Interest received		31,819	1,696,494
Interest paid		(101,030)	(981,014)
Income tax paid	20	-	(84,303)
<b>Net cash from/(used in) operating activities</b>		<b>6,744,013</b>	<b>720,156</b>
<b>Cash flows from investing activities</b>			
Purchase of property and equipment	15	(12,060)	(38,591)
Proceeds from sale of plant and equipment		-	4,388
Purchase of intangible assets	16	-	(15,206)
<b>Net cash flows used in investing activities</b>		<b>(12,060)</b>	<b>(49,409)</b>
<b>Financing activities</b>			
Dividends paid	9	(1,000,000)	(800,000)
Proceeds from borrowings	19.1	-	1,989,475
Repayment of borrowings	19.1	(2,042,439)	(3,477,891)
<b>Net cash flows (used in)/from financing activities</b>		<b>(3,042,439)</b>	<b>(2,288,416)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>3,689,514</b>	<b>(1,617,669)</b>
Cash and cash equivalents as at 1 January	11	2,559,899	4,177,568
<b>Cash and cash equivalents for the period ended</b>	<b>11</b>	<b>6,249,414</b>	<b>2,559,899</b>

The accompanying notes to the financial statements form an integral part of these financial statements.

AFRICA PRUDENTIAL PLC

NOTES TO THE FINANCIAL STATEMENTS - Continued

1 Revenue from contracts with customers

1.1 Disaggregated revenue information

<i>in thousands of Nigerian Naira</i>	Notes	<b>31 March 2019</b>	<b>31 March 2018</b>	<b>31 December 2018</b>
<b>Types of services</b>				
Retainership fees		116,500	122,016	760,657
Fees from corporate actions		111,544	49,090	409,691
Register maintenance		38,547	43,543	201,158
Other fees		7,270	8,900	45,193
		<b>273,861</b>	<b>223,549</b>	<b>1,416,699</b>
<b>Geographical markets</b>				
Nigeria		273,861	223,549	1,416,699
<b>Timing of revenue recognition</b>				
Services transferred over time		273,861	223,549	1,416,699

1.2 Contract balances

<i>As at in thousands of Nigerian Naira</i>	Notes	<b>31 March 2019</b>	<b>31 December 2018</b>
Trade receivable		135,551	150,381

Trade receivables are non-interest bearing and are generally on terms of 30 to 90 days.

Contract assets are initially recognised for revenue earned from corporate actions as receipt of consideration is conditional on successful completion of corporate actions like declaration of dividends and Annual General Meeting (AGM). Upon completion of the services and acceptance by the customer, the amounts recognised as contract assets are reclassified to trade receivables.

Contract liabilities include short-term advances as well as transaction price allocated to unexpired service in respect of delivery of Annual Reports to shareholders for the Annual General Meeting (AGM). The amount is recognised in statement of profit or loss and other comprehensive income once the delivery services is completed.

1.3 Performance obligations

Information about the Company's performance obligations are summarised below:

Retainership fees

The performance obligation is satisfied upon provision of the Market Intelligence Reports, Daily NSE Trade Monitoring & Reporting, Monthly stock Health Report and Weekly data Migration services. The invoices are raised on a quarterly basis. As at the year end, only the last quarter invoice is yet to be paid by the customers.

Fees from corporate actions

The performance obligation is satisfied over-time and payment is generally due upon completion of declaration of dividends and completion of Annual General Meeting. In some contracts, short-term advances are required before the services are provided.

Register maintenance

The performance obligation is satisfied through regular update of the client register and also attending to shareholders on their various requests. The monthly invoice is raised based on the number of shareholders attended to.

## AFRICA PRUDENTIAL PLC

## NOTES TO THE FINANCIAL STATEMENTS - Continued

## 2 Interest income

<i>in thousands of Nigerian Naira</i>	Notes	31 March 2019	31 March 2018	31 December 2018
Interest on term short-term deposits		1,181	9,876	49,877
Interest on loans and advances		441,382	408,822	1,918,370
Interest on treasury bills		150,680	309,181	1,078,472
Interest on bonds		2,265	6,375	22,149
		<b>595,508</b>	<b>734,254</b>	<b>3,068,868</b>

## 3 Other income

Withholding tax credit notes recovered		-	-	439,958
Dividend income		-	-	23,463
Interest income earned on staff loans		-	305	3,181
Profit from disposal of plant and equipment		-	-	4,388
Others		2,839	47,667	61,261
		<b>2,839</b>	<b>47,972</b>	<b>532,251</b>

0 This is withholding tax credit notes recovered during the year, the withholding tax (wht) is in respect of interest incomes on short term placements that was previously being recorded net of wht due to its low probability of recoverability.

## 4 Credit loss expenses

<i>in thousands of Nigerian Naira</i>	Notes	Stage 1	Stage 2	Stage 3	Total
<b>2018</b>					
Cash in banks and short-term deposits		351	-	-	351
<b>Debt instruments at amortised cost:</b>					
Treasury bills		(12)	-	-	(12)
State government bonds		(37)	-	-	(37)
Loans and advances		-	139,059	-	139,059
Deposits with banks with maturity above 90days		(1,475)	-	-	(1,475)
		<b>(1,524)</b>	<b>139,059</b>	<b>-</b>	<b>137,535</b>
Trade and other receivables		15,945	-	-	15,945
		<b>14,772</b>	<b>139,059</b>	<b>-</b>	<b>153,831</b>

## 5 Personnel expenses

<i>in thousands of Nigerian Naira</i>	31 March 2019	31 March 2018	31 December 2018
Wages and salaries	144,753	101,009	522,031
Defined contribution plans	3,602	4,682	11,879
Medical expenses	3,753	3,628	16,848
Other employee benefits	3,038	3,124	14,435
	<b>155,146</b>	<b>112,443</b>	<b>565,193</b>



AFRICA PRUDENTIAL PLC

NOTES TO THE FINANCIAL STATEMENTS - Continued

6 Other operating expenses

<i>in thousands of Nigerian Naira</i>	Notes	31 March 2019	31 March 2018	31 December 2018
Professional fees		42,670	31,068	249,148
Business and other entertainment		10,237	3,978	87,298
Directors fees and other emoluments		15,546	10,619	47,750
AGM/EGM expenses		6,000	19,779	72,593
Internet and communication		15,584	11,039	65,713
Advert and business promotion		3,050	4,048	49,338
Corporate social responsibility		4,134	4,134	41,338
Rent & Utilities		11,256	5,458	31,049
Repairs and maintenance		5,929	5,678	24,150
General administrative expenses		10,963	9,640	58,821
Bank charges		717	3,092	20,328
Travel expenses		7,787	2,658	19,766
Annual dues and subscription		3,571	3,175	17,417
Inventory written off		-	-	12,632
Training		2,892	1,066	11,114
Audit fees		2,625	2,625	10,000
Insurance		1,231	1,587	8,116
Legal and professional expenses		996	2,500	6,295
		<b>145,188</b>	<b>122,144</b>	<b>832,866</b>

7 Finance costs

Interest on borrowings	101,030	186,245	899,541
------------------------	---------	---------	---------

8 Income tax expense

The major components of income tax expense for the period ended

8.1 Income tax expense

<i>in thousands of Nigerian Naira</i>	Notes	31 March 2019	31 March 2018	31 December 2018
Current income tax expense				
Income tax		48,927	67,836	413,955
Education tax		3,262	4,522	32,229
Under provision in prior years		20,000	8,420	41,199
		<b>72,189</b>	<b>80,778</b>	<b>487,383</b>
<b>Deferred tax:</b>				
Tax impact of temporary differences		-		(45,544)
		<b>72,189</b>	<b>80,778</b>	<b>441,839</b>

8.2 Reconciliation of income tax expense

Profit before income tax expense	453,723	541,676	2,394,739
Tax at Nigeria's statutory income tax rate of 30%	136,117	162,503	718,422
<b>Effect of:</b>			
Tax exempt income	(87,189)	(94,667)	(392,019)
Non-deductible expenses in determining taxable profit			42,009
Prior year under provision	20,000	8,420	41,199
Tax effect of temporary differences	-		
Education tax @ 2% of assessable profit	3,262	4,522	32,229
<b>Total tax charged for the period ended</b>	<b>72,189</b>	<b>80,778</b>	<b>441,839</b>

AFRICA PRUDENTIAL PLC

NOTES TO THE FINANCIAL STATEMENTS - Continued

9 Dividends paid and proposed

<i>in thousands of Nigerian Naira</i>	Notes	<b>31 March 2019</b>	<b>31 December 2018</b>
<b>Declared and paid during the year</b>			
Equity dividends on ordinary shares:			
Final dividend paid in 2019: ₦0.50 (2018: ₦0.40)		1,000,000	800,000
<b>Total dividend paid</b>		<b>1,000,000</b>	<b>800,000</b>

10 Earnings per share

Basic/diluted earnings per share amounts is calculated by dividing the net profit for the period attributable to ordinary shareholders by the weighted average number of ordinary share outstanding at the reporting date.

The following reflects the profit and share data used in the basic/diluted earnings per share computations:

<i>in thousands of Nigerian Naira</i>	Notes	<b>31 March 2019</b>	<b>31 March 2018</b>	<b>31 December 2018</b>
Profit after tax		381,534	460,898	1,952,900
Weighted average number of ordinary shares for basic/diluted earnings per share		2,000,000	2,000,000	2,000,000
Basic/diluted earnings per ordinary share (Kobo)		19	23	98

There have been no other transactions involving ordinary share or potential ordinary share between the reporting date and the date of completion of these financial statements.

11 Cash and cash equivalents

<i>As at in thousands of Nigerian Naira</i>	Notes	<b>31 March 2019</b>	<b>31 December 2018</b>
Cash on hand		160	9
Current accounts with banks		2,638,953	409,271
Short-term deposits		3,610,301	2,152,853
		6,249,414	2,562,133
Allowance for credit loss impairment		-	(2,234)
		<b>6,249,414</b>	<b>2,559,899</b>

Cash and cash equivalents in the statement of financial position comprise cash in banks and on hand and short term deposits with original maturity of three months or less. The fair value of cash and cash equivalents approximates their carrying amount.

## NOTES TO THE FINANCIAL STATEMENTS - Continued

## 12 Investment securities

As at <i>in thousands of Nigerian Naira</i>	Notes	31 March 2019	31 December 2018
<b>12.1 <u>Equity instruments at fair value through OCI</u></b>			
<i>Unquoted equity shares:</i>			
		4,791,202	4,791,202
<i>Quoted equity shares</i>			
		255,805	264,055
		<b>5,047,007</b>	<b>5,055,257</b>
<b>12.2 <u>Debt instruments at amortised cost</u></b>			
<i>Treasury bills</i>			
		1,924,291	5,964,094
<i>State government bonds</i>			
		71,690	69,425
<i>Loans and advances</i>			
		4,392,272	6,063,539
<i>Deposits with banks with maturity above 90days</i>			
		1,697,888	633,431
		8,086,141	12,730,489
<i>Allowance for credit impairment</i>			
		(293,625)	(293,626)
		<b>7,792,516</b>	<b>12,436,863</b>

12.21 *Impairment allowance for debt instruments measured at amortised cost*

a The table below shows the credit quality and the maximum exposure to credit risk based on the Company's internal credit rating system and year-end stage classification. The amounts presented are gross of impairment allowances.

<i>in thousands of Nigerian Naira</i>	Stage 1	Stage 2	Stage 3	Total
<b>Performing</b>				
High grade	1,924,291	-	-	1,924,291
Standard grade	6,161,850	-	-	6,161,850
Sub-standard grade	-	-	-	-
Past due but not impaired	-	-	-	-
<b>Non-performing</b>				
Individually impaired	-	-	-	-
	<b>8,086,141</b>	-	-	<b>8,086,141</b>

**Credit analysis as at 31 December 2018**

<i>in thousands of Nigerian Naira</i>	Notes	Bonds	Treasury bills	Loans & advances	Deposit with banks	Total
<b>Performing</b>						
High grade		-	5,964,094	-	-	5,964,094
Standard grade		69,425	-	6,063,539	633,430	6,766,394
Sub-standard grade		-	-	-	-	-
Past due but not impaired		-	-	-	-	-
<b>Non-performing</b>						
Individually impaired		-	-	-	-	-
	17	<b>69,425</b>	<b>5,964,094</b>	<b>6,063,539</b>	<b>633,430</b>	<b>12,730,488</b>

AFRICA PRUDENTIAL PLC

NOTES TO THE FINANCIAL STATEMENTS - Continued

13 Trade and other receivables

As at <i>in thousands of Nigerian Naira</i>	31 March 2019	31 December 2018
<b>Financial assets</b>		
Trade debtors	156,493	171,323
Cash advances	1,225	-
<b>Non-financial assets</b>		
Withholding tax receivables	604,549	588,381
Prepaid directors emolument	72,798	45,000
Prepayments	138,460	91,294
	973,525	895,998
Allowances for expected credit losses: 13.1	(20,942)	(20,942)
<b>At Period end</b>	<b>952,583</b>	<b>875,056</b>

Trade receivables are recognized and carried at original invoiced amount less an allowance for any impairment. An estimate of doubtful debt is made when collection of the full amount is no longer probable. Trade receivables are non-interest bearing and are generally on terms of 30 to 90 days.

13.1 Allowances for expected credit losses on trade receivables

As at <i>in thousands of Nigerian Naira</i>	31 March 2019	31 December 2018
At 1 January	20,942	10,705
Addition/(reversal) of allowance for expected credit losses	-	10,237
	<b>20,942</b>	<b>20,942</b>

14 Inventory

Printing and computer stationaries	3,432	3,432
	<b>3,432</b>	<b>3,432</b>

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is valued using the most recent prices for the most recent purchases and includes expenditure incurred in acquiring the inventories. The inventory is made up of printing and computer stationaries.

## 15 Property and equipment

<i>in thousands of Nigerian Naira</i>	<b>Buidling</b>	<b>Computer equipment</b>	<b>Motor vehicles</b>	<b>Furniture, fitting &amp; equipment</b>	<b>Total</b>
<b>Cost:</b>					
At 1 January 2018	97,892	96,144	109,378	157,141	<b>460,555</b>
Additions during the year	-	26,476	-	12,115	<b>38,591</b>
Disposal	-	(5,126)	(34,922)	(3,197)	<b>(43,245)</b>
At 31 December 2018	97,892	117,494	74,456	166,059	<b>455,901</b>
Additions during the period	-	8,091	460	3,509	<b>12,060</b>
Disposal	-	-	-	-	<b>-</b>
At Period end	97,892	125,585	74,916	169,568	<b>467,961</b>
<b>Accumulated depreciation:</b>					
At 1 January 2018	12,108	74,407	55,768	94,589	<b>236,872</b>
Charge for the period	2,447	13,794	13,996	21,062	<b>51,299</b>
Disposal	-	(5,126)	(34,922)	(3,197)	<b>(43,245)</b>
At 31 December 2018	14,555	83,075	34,842	112,454	<b>244,926</b>
Charge for the period	575	3,237	3,284	4,942	<b>12,038</b>
At Period end	15,130	86,312	38,126	117,396	<b>256,964</b>
<b>Carrying amount</b>					
At 31 March 2019	82,762	39,273	36,790	52,172	210,997
At 31 December 2018	83,337	34,419	39,614	53,605	210,975

- i No leased assets are included in the above property and equipment (2018: Nil).
- ii There were no capital commitment contracted or authorised as at the reporting date (2018: Nil).
- iii There were no capitalised borrowing cost related to the acquisition of property and equipment during the year (2018: Nil).
- iv None of the assets are pledged during the year (2018: Nil).

AFRICA PRUDENTIAL PLC

NOTES TO THE FINANCIAL STATEMENTS - Continued

16 Intangible assets

<i>in thousands of Nigerian Naira</i>	<b>Computer software</b>	<b>Goodwill</b>	<b>Total</b>
<b>Cost:</b>			
At 1 January 2018	116,053	397,493	<b>513,546</b>
Additions during the year	15,206	-	<b>15,206</b>
At 31 December 2018	131,259	397,493	<b>528,752</b>
Additions during the period	-	-	-
At end of Period	131,259	397,493	<b>528,752</b>
<b>Accumulated amortisation and impairment</b>			
At 1 January 2018	38,132	298,800	<b>336,932</b>
Charge for the year	21,656	-	<b>21,656</b>
Impairment for the year	-	98,693	<b>98,693</b>
At 31 December 2018	59,788	397,493	<b>457,281</b>
Charge for the period	5,083	-	<b>5,083</b>
At Period end	64,871	397,493	<b>462,364</b>
<b>Carrying amount</b>			
At 31 March 2019	66,388	-	66,388
At 31 December 2018	71,471	-	71,471

17 Customers' deposits

<i>As at</i> <i>in thousands of Nigerian Naira</i>	<b>31 March 2019</b>	<b>31 December 2018</b>
Dividend: ordinary shares	11,120,207	9,302,705
Return money - public offers	441,464	441,464
Brokerage: ordinary shares	168,265	168,265
Bond Interest	929	165,853
Public offers	4,539	4,539
Interest: debentures	31,159	31,159
Redemption preference shares	3,002	3,002
Redemption debentures	5,144	5,144
	<b>11,774,709</b>	<b>10,122,131</b>

The balance represents dividend, return monies and other interests received on behalf of clients.

18 Creditors and accruals

<i>As at</i> <i>in thousands of Nigerian Naira</i>	<b>31 March 2019</b>	<b>31 December 2018</b>
Accounts payable	51,950	55,997
Accrued expenses	64,926	7,106
	<b>116,876</b>	<b>63,104</b>

*Terms and conditions of the above financial liabilities:*

- Trade payables are non-interest bearing and are normally settled on 60-day terms.
- Other payables are non-interest bearing and have an average term of six months.

## AFRICA PRUDENTIAL PLC

## NOTES TO THE FINANCIAL STATEMENTS - Continued

## 19 Borrowings

As at <i>in thousands of Nigerian Naira</i>	Interest rate	Maturity	31 March 2019	31 December 2018
₦3,500,000,000 bank loan series i	22%	31-Oct-19	-	-
₦500,000,000 bank loan series ii	22%	09-Nov-19	-	514,210
₦750,000,000 bank loan series iii	22%	24-Jan-20	-	778,207
₦750,000,000 bank loan series iv	22%	25-Mar-20	-	750,022
			-	2,042,439

## 19.1 Movement of borrowing

Opening balance	2,042,439	3,612,328
Additions during the year	-	1,989,475
Repayments during the year	(2,042,439)	(3,477,891)
Interest accrued during the year	101,030	899,541
Interest paid during the year	(101,030)	(981,014)
	(0)	2,042,439

As at 31 March 2019, the bank loans have been fully repaid

## 20 Current income tax payable

As at <i>in thousands of Nigerian Naira</i>	Notes	31 March 2019	31 December 2018
<b>At the beginning of the year:</b>		447,487	224,407
<b>Current income tax charge</b>			
Company income tax		48,927	413,955
Education tax		3,262	32,229
Under provision in prior years	8.1	20,000	41,199
		72,189	487,383
<b>Payments during the year</b>			
Withholding tax credit utilised		-	(180,000)
Payments during the year		-	(84,303)
		-	(264,303)
Balance at the end of the year		519,676	447,487

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 and the Nigerian Information technology Development Agency (NITDA) Act 2007.

## 21 Deferred tax (asset)/liabilities

As at <i>in thousands of Nigerian Naira</i>	31 March 2019	31 December 2018
At the beginning of the year:	(58,797)	34,110
2017 Deferred tax impact of IFRS 9	-	(47,363)
Tax (income)/expense during the period recognised in profit or loss	-	(45,544)
Balance at the end of the year	(58,797)	(58,797)

**Movement in deferred tax during the year relates to the following:**

<i>in thousands of Nigerian Naira</i>	Opening balance	Recognised in profit/(loss)	Closing balance
<b>31 March 2019</b>			
Property, equipment and software	36,647	-	36,647
Provisions	(6,701)	-	(6,701)
Expected credit losses	(41,380)	-	(41,380)
	<u>(58,797)</u>	<u>-</u>	<u>(11,434)</u>
<b>31 December 2018</b>			
Property, equipment and software	35,709	938	36,647
2017 Deferred tax impact of IFRS 9	-	-	(47,363)
Provisions	(1,599)	(5,102)	(6,701)
Expected credit losses	-	(41,380)	(41,380)
	<u>34,110</u>	<u>(45,544)</u>	<u>(58,797)</u>

**22 Share capital and reserve**

<i>As at</i> <i>in thousands of Nigerian Naira</i>	<b>31 March 2019</b>	<b>31 December 2018</b>
<b>i Authorised share capital</b>		
Two billion ordinary shares of 50k each	1,000,000	1,000,000
<b>ii Issued and fully paid:</b>		
Two billion ordinary shares of 50k each	1,000,000	1,000,000
<b>iii Share premium</b>		
At Period end	624,446	624,446
<b>iv Fair value reserve</b>		
At the beginning of the year:	1,043,202	428,387
Fair value loss on quoted equity	(8,250)	-
Fair value gain on unquoted equity	-	614,815
	<u>1,034,952</u>	<u>1,043,202</u>
<b>v Retained earnings</b>		
At the beginning of the year:	5,928,941	4,886,652
Impact of adopting IFRS 9	-	(110,611)
Dividends declared and paid	(1,000,000)	(800,000)
Profit for the year	381,534	1,952,900
	<u>5,310,475</u>	<u>5,928,941</u>