

**UNIVERSITY PRESS PLC****UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE SECOND QUARTER ENDED 30TH SEPTEMBER, 2019**

		April – Sept. 2019	July – Sept. 2019	April – Sept. 2018	July - Sept. 2018
	Note	N'000	N'000	N'000	N'000
<b>Revenue</b>	1	1,656,613	1,560,674	1,761,128	1,385,830
Cost of Sales		<u>(697,640)</u>	<u>(659,386)</u>	<u>(793,615)</u>	<u>(574,066)</u>
<b>Gross Profit</b>		958,973	901,288	967,513	811,764
Other Operating income	2	1,500	757	2,131	1,218
Marketing & Distribution expenses		(239,937)	(137,281)	(270,490)	(165,927)
Administrative expenses		<u>(301,339)</u>	<u>(191,804)</u>	<u>(283,456)</u>	<u>(180,464)</u>
<b>Profit from continuing operations</b>		419,197	572,960	415,698	466,591
Finance Income	2	<u>16,099</u>	<u>3,809</u>	<u>13,063</u>	<u>3,655</u>
<b>Profit before taxation</b>		435,296	576,769	428,761	470,246
Taxation Expense	3	<u>(117,650)</u>	<u>(117,650)</u>	<u>(119,148)</u>	<u>(119,148)</u>
Profit after tax from continuing operations		317,646	459,119	309,613	351,098
Total Comprehensive Income attributable to owners of the entity		<u>317,646</u>	<u>459,119</u>	<u>309,613</u>	<u>351,098</u>
Basic earnings per 50k share		<u><b>73.63k</b></u>	<u><b>106.42k</b></u>	<u><b>71.77k</b></u>	<u><b>81.38k</b></u>
Diluted earnings per 50k share		<u><b>73.63k</b></u>	<u><b>106.42k</b></u>	<u><b>71.77k</b></u>	<u><b>81.38k</b></u>

**UNIVERSITY PRESS PLC****UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2019**

<b>Assets</b>	<b>Note</b>		<b>March 2019</b>
<b>Non-current assets</b>		<b>N'000</b>	<b>N'000</b>
Property, plant and equipment	4	1,186,511	1,261,039
Investment Property		<u>288,000</u>	<u>288,000</u>
		<b><u>1,474,511</u></b>	<b><u>1,549,039</u></b>
<b>Current assets</b>			
Inventories and work-in-progress	5	1,270,840	1,254,005
Trade receivables	6	786,325	52,906
Other receivables and prepayments	7	93,884	97,049
Cash and cash equivalents	15	<u>427,770</u>	<u>531,701</u>
<b>Total current assets</b>		<b><u>2,578,819</u></b>	<b><u>1,935,661</u></b>
<b>Total assets</b>		<b><u>4,053,330</u></b>	<b><u>3,484,700</u></b>
<b>Equity and Liabilities</b>			
<b>Current liabilities</b>			
Trade payables	8	217,818	14,831
Other payables and accruals	9	581,415	557,435
Unclaimed dividends		140,744	140,744
Current income tax liability	3	<u>117,650</u>	<u>28,921</u>
		<u>1,057,627</u>	<u>741,931</u>
<b>Non-Current Liabilities</b>			
Deferred taxation		<u>133,675</u>	<u>133,675</u>
<b>Total Liabilities</b>		<b><u>1,191,302</u></b>	<b><u>875,606</u></b>
<b>Net Assets</b>		<b><u>2,862,028</u></b>	<b><u>2,609,094</u></b>

**Equity attributable to owners of the parent**

Share capital	10	215,705	215,705
Share premium	11	146,755	146,755
Capital reserve	12	1,442	1,442
Revaluation reserves	13	772,448	772,448
Revenue reserve	14	<u>1,725,678</u>	<u>1,472,744</u>
		<b><u>2,862,028</u></b>	<b><u>2,609,094</u></b>

The financial statements and notes on pages 6 to 13 were approved by the Board of Directors on 29 April and approved on its behalf by:

- i) **Mr. Obafunso Ogunkeye**  ) **Chairman**  
*FRC/2013/CITN/00000003567*
- ii) **Mr. S. Kolawole**  ) **Managing Director**  
*FRC/2013/ICSAN/00000003248*
- iii) **Mr. G.A. Adebayo**  ) **Executive Director (Finance)**  
*FRC/2013/ICAN/00000003250*

# **UNIVERSITY PRESS PLC**

## **UNAUDITED STATEMENT OF CHANGES IN EQUITY** **FOR THE SECOND QUARTER ENDED 30TH SEPTEMBER 2019**

	Share Capital N'000	Share Premium N'000	Capital Reserve N'000	Property Plant and Equipment Revaluation Reserve N'000	Reserve on actuarial valuation of gratuity N'000	Revenue Reserve N'000	Total Equity N'000
Balance at 1 April 2019	215,705	146,755	1,442	772,448	-	1,472,744	2,609,094
Profit for the period	-	-	-	-	-	317,646	317,646
	-	-	-	-	-	317,646	317,646
<b>Total comprehensive income</b>	-	-	-	-	-	317,646	317,646
<b>Transaction with owners:</b>							
Dividend declared	-	-	-	-	-	(64,712)	(64,712)
	-	-	-	-	-	(64,712)	(64,712)
<b>Balance at 30 September 2019</b>	<u>215,705</u>	<u>146,755</u>	<u>1,442</u>	<u>772,448</u>	<u>-</u>	<u>1,725,678</u>	<u>2,862,028</u>
 <b>Balance at 1 April 2018</b>	215,705	146,755	1,442	772,448	(38,304)	1,466,757	2,564,803
Comprehensive income for the year:	-	-	-	-	-	109,003	109,003
	-	-	-	-	-	109,003	109,003
<b>Other Comprehensive income:</b>							
Actuarial loss on defined benefit plan written off to retained earnings	-	-	-	-	38,304	(38,304)	-
	-	-	-	-	38,304	(38,304)	-
<b>Total comprehensive income</b>	-	-	-	-	38,304	70,699	109,003
<b>Transactions with owners:</b>							
Dividend declared	-	-	-	-	-	(64,712)	(64,712)
	-	-	-	-	-	(64,712)	(64,712)
<b>Balance at 31 March 2019</b>	<u>215,705</u>	<u>146,755</u>	<u>1,442</u>	<u>772,448</u>	<u>-</u>	<u>1,472,744</u>	<u>2,609,094</u>

**UNIVERSITY PRESS PLC****STATEMENT OF CASH FLOWS****FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2019**

		2019		2018	
	Notes	N'000	N'000	N'000	N'000
<b>Cash flow from operating activities</b>					
Cash received from customers		1,561,665		1,235,866	
Payments to suppliers and employees		(1,592,352)		(1,273,053)	
Tax paid	3	<u>(28,921)</u>		<u>(69,627)</u>	
Net cash provided by operating activities			(59,608)		(106,814)
<b>Cash flow from investing activities:</b>					
Interest received	2	16,099		13,063	
Dividend					
Purchase of property, plant and equipment	4	<u>(1,657)</u>		<u>(12,526)</u>	
Net cash used in investing activities			14,442		537
<b>Cash flow from financing activities:</b>					
Dividend paid	15	<u>(58,765)</u>		<u>(58,862)</u>	
Net cash used in financing activities			<u>(58,765)</u>		<u>(58,862)</u>
Net (decrease)/increase in cash and cash equivalents			(103,931)		(165,139)
<b>Cash and cash equivalents at the beginning of the financial year</b>			531,701		407,720
<b>Cash and cash equivalents at the end of the period</b>	16		<u><b>427,770</b></u>		<u><b>242,581</b></u>

**UNIVERSITY PRESS PLC**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

1. **Revenue**

Revenue is derived from sales of printed books in Nigeria.

Analysis by zones

	<b>2019</b>	<b>2018</b>
	<b>N'000</b>	<b>N'000</b>
Western Zone	678,870	869,261
Eastern Zone	448,744	411,791
Northern Zone	528,999	480,075
<b>Total</b>	<b><u>1,656,613</u></b>	<b><u>1,761,127</u></b>

2 **Other operating Income**

- (a) Sundry Income  
Rent

	<b>30 September</b>	<b>30 September</b>
	<b>2019</b>	<b>2018</b>
	<b>N'000</b>	<b>N'000</b>
	50	46
	<u>1,450</u>	<u>2,085</u>
	<u>1,500</u>	<u>2,131</u>

**Finance Income**

- (b) Interest received

	<b>N'000</b>	<b>N'000</b>
	<u>16,099</u>	<u>13,063</u>
	<u>16,099</u>	<u>13,063</u>

3 **Taxation**

**Per income statement**

Income tax on profit for the period  
Education tax

Deferred tax

	<b>N'000</b>	<b>N'000</b>
	106,254	107,786
	11,396	<u>11,362</u>
	-	-
	<u>117,650</u>	<u>119,148</u>

<b>Per statement of financial position:</b>	<b>30 September 2019 N'000</b>	<b>31 March 2019 N'000</b>
Opening Balance - Income tax	24,049	62,363
- Education tax	<u>4,872</u>	<u>7,264</u>
	28,921	69,627
Payments during the year		
- Income tax	(24,049)	(62,363)
- Education tax	<u>(4,872)</u>	<u>(7,264)</u>
Charge for the period		
- Income Tax	106,254	24,049
- Education Tax	<u>11,396</u>	<u>4,872</u>
Balance at the end of the period	<b><u>117,650</u></b>	<b><u>28,921</u></b>

- (b) Income tax expense is the aggregate of the charge to the income statement in respect of current income tax, education tax and deferred tax.
- (c) The amount provided as Income Tax on the profit for the year has been computed on the basis of the income tax rate of 30% in accordance with CAP C21 LFN, 2004 (as amended).

4 **Property, Plant and Equipment:**

<b><u>Cost/Valuation</u></b>	<b>Land N'000</b>	<b>Buildings N'000</b>	<b>Computer Equipment N'000</b>	<b>Printing &amp; other equipment N'000</b>	<b>Furniture &amp; Fittings N'000</b>	<b>Motor Vehicles N'000</b>	<b>Total N'000</b>
<b>At 1 April, 2019</b>	421,634	494,708	121,772	138,399	42,776	913,558	2,132,847
Additions	-	-	1,303	354	-	-	1,657
Disposals	-	-	-	-	-	(8,800)	(8,800)
<b>At 30 September, 2019</b>	<b>421,634</b>	<b>494,708</b>	<b>123,075</b>	<b>138,753</b>	<b>42,776</b>	<b>904,758</b>	<b>2,125,704</b>
<b><u>Accumulated depreciation</u></b>							
<b>At 1 April 2019</b>		72,857	101,688	101,432	38,501	557,330	871,808
Charge for the period	-	4,947	5,880	4,002	1,257	60,099	76,185
Disposals	-	-	-	-	-	(8,800)	(8,800)
<b>At 30 September, 2019</b>	-	77,804	107,568	105,434	39,758	608,629	939,193
<b><u>Net Book values at</u></b>							
<b>At 30 September, 2019</b>	<b>421,634</b>	<b>416,904</b>	<b>15,507</b>	<b>33,319</b>	<b>3,018</b>	<b>296,129</b>	<b>1,186,511</b>

4b **Property, Plant and Equipment:**

<b><u>Cost/Valuation</u></b>	<b>Land N'000</b>	<b>Buildings N'000</b>	<b>Computer Equipment N'000</b>	<b>Printing &amp; other equipment N'000</b>	<b>Furniture &amp; Fittings N'000</b>	<b>Motor Vehicles N'000</b>	<b>Total N'000</b>
<b>At 1 April 2018</b>	421,634	494,708	106,661	129,296	41,811	794,746	1,988,856
Additions	-	-	15,250	11,513	1,050	152,262	180,075
Disposals	-	-	(139)	(2,410)	(85)	(33,450)	(36,084)
<b>At 31 March 2019</b>	<b>421,634</b>	<b>494,708</b>	<b>121,772</b>	<b>138,399</b>	<b>42,776</b>	<b>913,558</b>	<b>2,132,847</b>
<b><u>Accumulated depreciation</u></b>							
<b>At 1 April 2018</b>		62,963	92,668	95,400	35,672	495,746	782,449
Charge for the period		9,894	9,159	8,439	2,913	95,034	125,439
Disposals		-	(139)	(2,407)	(84)	(33,450)	(36,080)
<b>At 31 March 2019</b>		72,857	101,688	101,432	38,501	557,330	871,808
<b><u>Net book values at</u></b>							



At 31 March, 2019

421,634   421,851   20,084   36,967   4,275   356,228   1,261,039

	30 September, 2019	31 March, 2019
	N'000	N'000
5 <b><u>Inventories and work-in-progress</u></b>		
(a)   Books	1,295,960	1,229,568
Allowance for obsolete inventories (Note 5(b))	<u>(96,985)</u>	<u>(96,985)</u>
	1,198,975	1,132,583
Papers (Note 5 (c))	15,142	18,201
Work- in-progress	51,889	72,048
Goods in transit		29,638
Consumables	<u>4,834</u>	<u>1,535</u>
	<b><u>1,270,840</u></b>	<b><u>1,254,005</u></b>
(b) <b><u>Allowance for obsolete inventories</u></b>	<b>N'000</b>	<b>N'000</b>
Balance at the beginning of the period	96,985	98,930
Allowance for the period	<u>-</u>	<u>(1,945)</u>
Balance at the end of period	<u>96,985</u>	<u>96,985</u>
(c) <b><u>Papers</u></b>		
Papers	15,142	18,201
	<u>-</u>	<u>-</u>
	<u>15,142</u>	<u>18,201</u>
6(a) <b><u>Trade Receivables</u></b>		
	<b>N'000</b>	<b>N'000</b>
Trade receivables	791,831	65,128
Allowance for impairment of receivables (note 6 (b))	(5,506)	(5,506)
Bad debts written off		<u>(6,716)</u>
	<u>786,325</u>	<u>52,906</u>
(b) <b><u>Allowance for Impairment</u></b>		
The movement in provision for impairment is as follows:	<b>N'000</b>	<b>N'000</b>
Balance at the beginning of the period	5,506	14,373
Allowance no longer required		(2,151)

	Bad debts written off	<u>                    </u>	<u>(6,716)</u>
	Balance at the end of the period	<u>5,506</u>	<u>5,506</u>
		<b>30 September, 2019</b>	<b>31 March, 2019</b>
7	<b><u>Other receivables and prepayments</u></b>	<b>N'000</b>	<b>N'000</b>
(a)	Prepayments	43,496	20,615
	Sundry receivables (Note 7(b))	<u>50,388</u>	<u>76,434</u>
		<u>93,884</u>	<u>97,049</u>
(b)	<b><u>Sundry receivables</u></b>		
	These comprise:	<b>N'000</b>	<b>N'000</b>
	Recoverable workshop expenses	9,881	8,681
	WHT recoverable	6,551	6,551
	WHT received	11,087	33,141
	Other receivables	56,176	68,181
	Security deposit for performance bond	<u>3,905</u>	<u>3,905</u>
		87,600	120,459
	Bad debts written off		(6,813)
	Allowance for other receivables (Note 7(c))	<u>(37,212)</u>	<u>(37,212)</u>
	Balance at the end of the year (Note 7 (a))	<u>50,388</u>	<u>76,434</u>
c)	<b><u>Allowance for other receivables</u></b>		
	The movement in allowance is as follows:	<b>N'000</b>	<b>N'000</b>
	Balance at the beginning of the year	37,212	20,282
	Bad debts written off		(6,813)
	Allowance for the year	<u>0</u>	<u>23,743</u>
	Balance at the end of the period	<u>37,212</u>	<u>37,212</u>
8	<b><u>Trade Payables</u></b>		
	Trade Payables	<u>217,818</u>	<u>14,831</u>
		<b>30 September, 2019</b>	<b>31 March, 2019</b>
9	<b><u>Other payables and accruals</u></b>	<b>N'000</b>	<b>N'000</b>
(a)	Deposit for special publications	38,829	35,805

Other suppliers	6,830	162,557
Staff pension fund (Note 9 (b))	5,972	3,191
Royalty payable (note 9 (c))	367,184	233,322
Staff incentive	16,689	17,832
Withholding tax payable	39,499	40,587
Provision for audit fees	3,455	5,610
Corporate social responsibility	10,799	10,799
Others	<u>92,158</u>	<u>47,732</u>
	<u>581,415</u>	<u>557,435</u>

(b) **Staff Pension Fund**

Balance at the beginning	3,191	2,317
Charge for the period	19,207	35,908
Payments during the period	<u>(16,426)</u>	<u>(35,034)</u>
Balance at the end of the year (Note 9 (a))	<u>5,972</u>	<u>3,191</u>

Contribution to staff pension fund is payable to Pension Fund Custodian/Administrator.

(c) **Royalty**

Opening Balance	233,322	176,375
Charge for the period	140,812	187,029
Payments	<u>(6,950)</u>	<u>(130,082)</u>
Balance at the end of the period	<u>367,184</u>	<u>233,322</u>

10 **Share Capital**

(a)	Authorised:	30 September, 2019		31 March, 2019	
		Number '000	Value N'000	Number '000	Value N'000
	Ordinary Shares of 50 kobo each	<u>2,000,000</u>	<u>1,000,000</u>	<u>500,000</u>	<u>250,000</u>
b)	<b><u>Issued and fully paid</u></b>				
	Balance at the beginning and end of the year	<u>431,410</u>	<u>215,705</u>	<u>431,410</u>	<u>215,705</u>

11	<b><u>Share premium</u></b>	<b>30 September, 2019</b>	<b>31 March, 2019</b>
		<b>N'000</b>	<b>N'000</b>
	Balance at the beginning of the year	146,755	146,755
	Balance at the end of the year	<u>146,755</u>	<u>146,755</u>
12	<b><u>Capital reserve</u></b>	<b>N'000</b>	<b>N'000</b>
(a)	Balance at the beginning and end of the year	<u>1,442</u>	<u>1,442</u>
(b)	This represents 40% of profits retained on cessation of the Nigerian Branch of Oxford University Press. The amount is not remittable but is to be spent in Nigeria.		
13	<b><u>Property, Plant and Equipment Revaluation Reserve:</u></b>		
	The movement in revaluation reserve is as follows:	<b>N'000</b>	<b>N'000</b>
	Balance at the beginning of the year	772,448	772,448
	Balance at the end of the period	<u>772,448</u>	<u>772,448</u>
14	<b><u>Revenue reserve</u></b>	<b>30 September, 2019</b>	<b>31 March, 2019</b>
		<b>N'000</b>	<b>N'000</b>
(a)	Balance at the beginning of the year	1,472,744	1,466,757
	Actuarial valuation reserve written off to retained earnings		(38,304)
	Dividend paid	<u>(64,712)</u>	<u>(64,712)</u>
		1,408,032	1,363,741
	Profit for the period	<u>317,646</u>	<u>109,003</u>
	Balance at the end of the period	<u>1,725,678</u>	<u>1,472,744</u>
(b)	Dividend declared	64,712	64,712
	Payment	<u>(58,765)</u>	<u>(58,862)</u>

Withholding tax payable in October

5,947

5,850

15 **Cash and Cash Equivalents**

For the purpose of the statement of cashflows, cash comprises cash at bank and in hand and short term deposits. Cash at the end of the financial year as shown in the cashflow is reconciled to the related items in the statement of financial position as follows:

	<b>30 September, 2019</b>	<b>31 March, 2019</b>
	<b>N'000</b>	<b>N'000</b>
Cash at bank and in hand	427,770	124,249
Short term deposits	<u>0</u>	<u>407,452</u>
	<b><u>427,770</u></b>	<b><u>531,701</u></b>

16 **Capital commitments**

There were no commitments for capital expenditure at the statement of financial position date (September 2019: Nil)

17 **Related Party transactions**

Related parties include the Board of Directors, the Managing Director, close family members and Companies which are controlled by these individuals.

18 **Post balance sheet events**

No events or transactions have occurred since 30 September, 2019 which would have a material effect upon the financial statements at that date or which need to be mentioned in the financial statements in order not to make them misleading as to the financial position or results of operations at 30 September, 2019.

19 **Comparative figures**

Where necessary comparative figures have been adjusted to conform to changes in presentation in the current year in accordance with International Accounting Standard (IAS) 1.