

# UNIVERSITY PRESS PLC

## UNAUDITED STATEMENT OF PROFIT OR LOSS FOR THE THIRD QUARTER ENDED 31ST DECEMBER, 2020

	Notes	April - Dec. 2020 N'000	Oct - Dec. 2020 N'000	April - Dec 2019 N'000	Oct. - Dec 2019 N'000
Revenue	1	955,361	661,740	1,871,997	215,384
Cost of Sales		<u>(411,955)</u>	<u>(293,016)</u>	<u>(771,819)</u>	<u>(74,179)</u>
<b>Gross Profit</b>		543,406	368,724	1,100,178	141,205
Other Operating income	2	4,683	1,955	8,382	6,882
Marketing and distribution expenses		(265,497)	(132,040)	(359,843)	(119,906)
Administrative expenses		<u>(315,587)</u>	<u>(163,817)</u>	<u>(467,758)</u>	<u>(166,419)</u>
<b>Profit from continuing operations</b>		(32,995)	74,822	280,959	(138,238)
Finance Income	2	<u>13,906</u>	<u>4,543</u>	<u>17,632</u>	<u>1,533</u>
<b>Loss before taxation</b>		(19,089)	79,365	298,591	(136,705)
Taxation Expense	3	<u>-</u>	<u>-</u>	<u>(87,215)</u>	<u>-</u>
Profit after tax from continuing operations		(19,089)	<u>79,365</u>	211,376	<u>(136,705)</u>
Total Comprehensive Income attributable to owners of the entity		<u>(19,089)</u>	<u>79,365</u>	<u>211,376</u>	<u>(136,705)</u>
Basic earnings per 50k share		<u><b>(4.42)k</b></u>	<u><b>(18.4)k</b></u>	<u><b>49.00k</b></u>	<u><b>(31.69k)</b></u>
Diluted earnings per 50K share		<u><b>(4.42)k</b></u>	<u><b>(18.4)k</b></u>	<u><b>49.00k</b></u>	<u><b>(31.69k)</b></u>

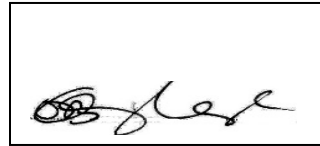
**UNIVERSITY PRESS PLC****UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2020**

<b>Assets</b>	<b>Notes</b>	<b>December 2020 N'000</b>	<b>March 2020 N'000</b>
<b>Non-current assets</b>			
Property, plant and equipment	4	1,062,402	1,170,282
Investment Property	4	<u>288,000</u>	<u>288,000</u>
		<b><u>1,350,402</u></b>	<b><u>1,458,282</u></b>
<b>Current assets</b>			
Inventories and work-in-progress	5	1,430,279	1,252,639
Trade receivables	6	228,023	115,535
Other receivables and prepayments	7	54,706	63,026
Cash and cash equivalents	15	<u>523,489</u>	<u>576,853</u>
<b>Total current assets</b>		<b><u>2,236,497</u></b>	<b><u>2,008,053</u></b>
<b>Total assets</b>		<b><u>3,586,899</u></b>	<b><u>3,466,335</u></b>
<b>Equity and Liabilities</b>			
<b>Current liabilities</b>			
Trade payables	8	373,100	56,074
Other payables and accruals	9	366,941	404,506
Unclaimed dividends		149,694	149,694
Current income tax liability	3	<u>-</u>	<u>75,096</u>
		<b><u>889,735</u></b>	<b><u>685,370</u></b>
<b>Non-Current Liabilities</b>			
Deferred taxation		109,397	109,397
<b>Total Liabilities</b>		<b><u>999,132</u></b>	<b><u>794,767</u></b>
<b>Net Assets</b>		<b><u>2,587,767</u></b>	<b><u>2,671,568</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>1,451,417</u>	<u>1,535,218</u>
		<u><b>2,587,767</b></u>	<u><b>2,671,568</b></u>

i.) **Mr. Obafunmisho Ogunkeye**  
**FRC/2013/CITN/00000003567**



**Chairman**

ii.) **Mr. Samuel Kolawole**  
**FRC/2013/ICSAN/00000003248**



**Managing Director**

iii.) **Mr. G. A. Adebayo**  
**FRC/2013/1CAN/00000003250**



**Executive Director (Finance)**

## UNIVERSITY PRESS PLC

### STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 31ST DECEMBER 2020

	Share Capital	Share Premium	Capital Reserve	Property Plant and equipment Revaluation Reserve	Revenue on actuarial valuation of gratuity	Revenue Reserve	Total Equity
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
<b>Balance at 1 April, 2020</b>	<b>215,705</b>	<b>146,755</b>	<b>1,442</b>	<b>772,448</b>	<b>-</b>	<b>1,535,218</b>	<b>2,671,568</b>
Loss for the period	-	-	-	-	-	(19,089)	(19,089)
	-	-	-	-	-	(19,089)	(19,089)
<b>Total comprehensive loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(19,089)</b>	<b>(19,089)</b>
<b>Transaction with owners:</b>							
Dividend paid	-	-	-	-	-	(64,712)	(64,712)
	-	-	-	-	-	(64,712)	(64,712)
<b>Balance at 31 December, 2020</b>	<b>215,705</b>	<b>146,755</b>	<b>1,442</b>	<b>772,448</b>	<b>-</b>	<b>1,451,417</b>	<b>2,587,767</b>
<b>Balance at 1 April, 2019</b>	<b>215,705</b>	<b>146,755</b>	<b>1,442</b>	<b>772,448</b>	<b>-</b>	<b>1,475,744</b>	<b>2,609,094</b>
Comprehensive income for the year	-	-	-	-	-	127,186	127,186
	-	-	-	-	-	127,186	127,186
<b>Other comprehensive income</b>							
Actuarial loss on defined benefit plan	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>127,186</b>	<b>127,186</b>
<b>Transaction with owners:</b>							
Dividend paid	-	-	-	-	-	(64,712)	(64,712)
	-	-	-	-	-	(64,712)	(64,712)
<b>Balance at 31 March, 2020</b>	<b>215,705</b>	<b>146,755</b>	<b>1,442</b>	<b>772,448</b>	<b>-</b>	<b>1,535,218</b>	<b>2,671,568</b>

## UNIVERSITY PRESS PLC

### STATEMENT OF CASH FLOWS FOR THE THIRD QUARTER ENDED 31ST DECEMBER 2020

		Dec, 2020	Dec, 2019
	Notes	N'000	N'000
<b>Cash flow from operating activities</b>			
Profit/(Loss) after tax		<b>(19,089)</b>	<b>289,591</b>
<b>Adjustments for:</b>			
Depreciation and property, plant and equipment	4	112,883	115,734
Gain from disposal of property, plant and equipment	4	(1,194)	(1,243)
Net Finance income	2	<u>(13,906)</u>	<u>(17,632)</u>
		<b>78,694</b>	<b>395,450</b>
<b>Working capital changes:</b>			
Decrease /(increase) in inventories	5	(117,640)	(8,380)
(Increase)/decrease in trade receivables	6	(112,488)	(86,796)
Decrease in other current assets	7	8,320	17,078
Increase/(decrease) in trade payables	8	317,026	16,758
(Decrease)/increase in other payables	9	(37,565)	(145,809)
Increase in unclaimed dividends		-	8,950
Cash generated from operations		<u>76,347</u>	<u>197,251</u>
Income tax		<u>(75,097)</u>	<u>(28,921)</u>
<b>Net cash from operating activities</b>		<b>1,250</b>	<b>168,330</b>

**Cash flow from investing activities**

Purchase of property and equipment		(5,003)	(2,783)
Sales proceed from sale of property, plant and equipment		1,194	1,243
Finance income	2	<u>13,906</u>	<u>17,632</u>

Net cash used in investing activities **10,097** **16,092**

**Cash flows from financing activities**

Dividend paid (64,712) (64,712)

Net cash used in financing activities **(64,712)** **(64,712)**

Net increase in cash and cash equivalents **(53,363)** **119,710**

Cash and cash equivalents at the beginning of the year 576,854 531,701

Cash and cash equivalents the end of the year **523,489** **651,411**

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

**Revenue**

1. Revenue is derived from sales of printed books in Nigeria.

Analysis by zones	<b>31 December 2020 N'000</b>	<b>31 December 2019 N'000</b>
Western Zone	420,303	769,031
Eastern Zone	263,478	482,542
Northern Zone	<u>271,580</u>	<u>620,424</u>
<b>Total</b>	<b><u>955,361</u></b>	<b><u>1,871,997</u></b>

2. **Other operating Income**

	<b>N'000</b>	<b>N'000</b>
(a) Profit on disposal of property, plant and equipment		1,243
Sundry Income	1,194	3,862
Rent	<u>3,489</u>	<u>3,277</u>
	<u>4,683</u>	<u>8,382</u>
<b><u>Finance Income</u></b>		
(b) Interest received	<u>13,906</u>	<u>17,632</u>
	<u>13,906</u>	<u>17,632</u>

3. **Taxation**

**Per income statement**

Income tax on profit for the period	-	78,354
Education tax	<u>-</u>	<u>8,861</u>
	0	87,215
Deferred tax	<u>-</u>	<u>87,215</u>

<b>Per statement of financial position:</b>	<b>31 December 2020</b>	<b>31 March 2020</b>
	<b>N'000</b>	<b>N'000</b>
Opening Balance - Income tax	51,475	24,049
- Education tax	6,287	4,872
Prior year under-provision	17,335	-
	<b>75,097</b>	<b>28,921</b>
<b>Payments during the year</b>		
- Income Tax	(68,776)	(24,102)
- Education Tax	(6,321)	(4,872)
<b>Charge for the period</b>		
- Income Tax	-	51,528
- Education Tax	-	6,287
Prior year provision		17,335
	<u>-</u>	<u>75,097</u>
Balance at the end of the period	<u>-</u>	<u>75,097</u>

- (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).



<u>Cost/Valuation</u>	<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 and Fittings N'000</b>	<b>Motor Vehicles N'000</b>	<b>Total N'000</b>
<b>At 1 April, 2020</b>	421,634	494,708	80,947	125,987	40,567	924,566	2,088,409
Additions	-		3,404	963	636	-	5,003
Disposals	-		(7,386)	-	(613)	(7,609)	(15,608)
<b>At 31 December, 2020</b>	<b>421,634</b>	<b>494,708</b>	<b>76,965</b>	<b>126,950</b>	<b>40,590</b>	<b>916,957</b>	<b>2,077,804</b>
<b><u>Accumulated depreciation</u></b>							
<b>At 1 April, 2020</b>	-	82,751	67,813	96,372	37,540	633,651	918,127
Charge for the period	-	7,421	6,292	5,569	672	92,929	112,883
Disposals	-		(7,386)	-	(613)	(7,609)	(15,608)
<b>At 31 December, 2020</b>		90,172	66,719	101,941	37,599	718,971	1,015,402
<b><u>Net Book values at:</u></b>							
<b>31 December, 2020</b>	<b>421,634</b>	<b>404,536</b>	<b>10,246</b>	<b>25,009</b>	<b>2,991</b>	<b>197,986</b>	<b>1,062,402</b>

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

<u>Cost/Valuation</u>	<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 and 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	-		4,586	746	945	58,014	64,291
Disposal	-		(45,411)	(13,159)	(3,154)	(47,007)	(108,731)
<b>At 31 March, 2020</b>	<b>421,634</b>	<b>494,708</b>	<b>80,947</b>	<b>125,986</b>	<b>40,567</b>	<b>924,565</b>	<b>2,088,407</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	-	9,894	11,533	7,836	2,192	123,327	154,782
Disposals	-	-	(45,408)	(12,896)	(3,154)	(47,006)	(108,464)
<b>At 31 March, 2020</b>		82,751	67,813	96,372	37,539	633,651	918,126
<b><u>Net Book Values:</u></b>							
<b>At 31 March, 2020</b>	<b>421,634</b>	<b>411,957</b>	<b>13,134</b>	<b>29,614</b>	<b>3,028</b>	<b>290,914</b>	<b>1,170,281</b>

	<b>31 December, 2020</b>	<b>31 March, 2020</b>
	<b>N'000</b>	<b>N'000</b>
<b>5</b>		
<b><u>Inventories and work-in-progress</u></b>		
(a) Books	1,468,868	1,243,178
Allowance for obsolete inventories (Note 5(b))	<u>(107,002)</u>	<u>(107,002)</u>
	1,361,866	1,136,176
Papers (Note 5 (c))	29,887	37,409
Work- in-progress	34,882	49,767
Goods in transit		28,072
Consumables	<u>3,644</u>	<u>1,215</u>
	<b><u>1,430,279</u></b>	<b><u>1,252,639</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	107,002	96,985
Allowance for the period	<u>-</u>	<u>10,017</u>
Balance at the end of period	<u>107,002</u>	<u>107,002</u>
(c) <b><u>Papers</u></b>		
Papers	29,887	37,409
	<u>29,887</u>	<u>37,409</u>
<b>6</b>		
<b><u>Trade Receivables</u></b>		
	<b>N'000</b>	<b>N'000</b>
(a) Trade receivables	233,353	121,339
Allowance for impairment of receivables (note 6(b))	(5,330)	(5,804)
Bad debts written off		<u>(6,716)</u>
	<u>228,023</u>	<u>108,819</u>
<b><u>Allowance for Impairment</u></b>		
The movement in provision for impairment is as follows:		
	<b>N'000</b>	<b>N'000</b>
(b) Balance at the beginning of the period	5,804	5,506
Additions during the year	<u>(474)</u>	<u>298</u>
Balance at the end of the period	<u>5,330</u>	<u>5,804</u>

**7 Other receivables and prepayments**

	<b>N'000</b>	<b>N'000</b>
(a) Prepayments	36,484	21,261
Sundry receivables (Note 7(b))	<u>18,222</u>	<u>41,765</u>
	<u>54,706</u>	<u>63,026</u>
 (b) <b><u>Sundry receivables</u></b>		
These comprise:	<b>N'000</b>	<b>N'000</b>
Recoverable workshop expenses	5,927	5,927
WHT Recoverable	6,551	6,551
WHT received	81	10,015
Other receivables	<u>46,360</u>	<u>59,969</u>
	58,919	82,462
Allowance for other receivables (Note 7(c))	<u>(40,697)</u>	<u>(40,697)</u>
Balance at the end of the year (Note 7 (a))	<u>18,222</u>	<u>41,765</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	40,697	37,212
Allowance for the year	<u>0</u>	<u>3,485</u>
Balance at the end of the period	<u>40,697</u>	<u>40,697</u>

**N'000**

**N'000**

<b>8</b>	<b><u>Trade Payables</u></b>	<b>31 December 2020</b>	<b>31 March 2020</b>
	Trade Payables	<u>373,100</u>	<u>56,074</u>
<b>9</b>	<b><u>Other payables and accruals</u></b>		
(a)	Deposit for special publications	44,201	28,936
	Other suppliers	14,354	25,229
	Staff pension fund (Note 9 (b))	5,459	3,376
	Royalty payable (note 9 (c))	222,897	225,483
	Staff incentive	15,760	25,601
	Withholding tax payable	23,179	45,180
	Provision for audit fees	5,263	2,584
	Corporate social responsibility	2,307	8,620
	Others	<u>33,521</u>	<u>39,497</u>
		<u>366,941</u>	<u>404,506</u>
(b)	<b><u>Staff Pension Fund</u></b>		
	Balance at the beginning	3,376	3,191
	Charge for the period	28,610	39,051
	Payments during the period	<u>(26,527)</u>	<u>(38,866)</u>
	Balance at the end of the year (Note 9(a))	<u>5,459</u>	<u>3,376</u>
	Contribution to staff Pension fund is payable to Pension Fund Custodian/Administrator.		
(c)	<b><u>Royalty</u></b>		
	Opening Balance	225,483	233,322
	Charge for the period	95,536	162,164
	Payments	<u>(98,122)</u>	<u>(170,003)</u>
	Balance at the end of the period	<u>222,897</u>	<u>225,483</u>

**10 Share Capital**

(a) Authorised:	<b>31 December 2020</b>		<b>31 March 2020</b>	
	<b>Number</b>	<b>Value</b>	<b>Number</b>	<b>Value</b>
	<b>'000</b>	<b>N'000</b>	<b>'000</b>	<b>N'000</b>
Ordinary Shares of 50 kobo each	<u>2,000,000</u>	<u>1,000,000</u>	<u>2,000,000</u>	<u>1,000,000</u>
b) <u>Issued and fully paid</u>				
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 Share premium**

	<b>31 December 2020</b>	<b>31 March 2020</b>
	<b>N'000</b>	<b>N'000</b>
Balance at the beginning of the year	<u>146,755</u>	<u>146,755</u>
Balance at the end of the year	<u>146,755</u>	<u>146,755</u>

**12 Capital reserve**

	<b>N'000</b>	<b>N'000</b>
Balance at the beginning and end of the year	<u>1,442</u>	<u>1,442</u>

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 Property, Plant and Equipment Revaluation Reserve:**

The movement in revaluation reserve is as follows:	<b>N'000</b>	<b>N'000</b>
Balance at the beginning of the year	<u>772,448</u>	<u>772,448</u>
Balance at the end of the period	<u>772,448</u>	<u>772,448</u>

**14 Revenue reserve**

	<b>N'000</b>	<b>N'000</b>
(a) Balance at the beginning of the year	1,535,218	1,472,744
Dividend paid	<u>(64,712)</u>	<u>(64,712)</u>
	1,470,506	1,408,032

Profit (Loss) for the period	(19,089)	127,186
Balance at the end of the period	<u>1,451,417</u>	<u>1,535,218</u>
(b) Dividend paid	64,712	64,712
	-	-
	<u>64,712</u>	<u>64,712</u>

## 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>N'000</b>	<b>N'000</b>
Cash at bank and in hand	378,946	26,088
Short term deposits	<u>144,543</u>	<u>550,765</u>
	<b><u>523,489</u></b>	<b><u>576,853</u></b>

## 16 **Capital commitments**

There were no commitments for capital expenditure at the statement of financial position date (December 2020: 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 transaction have occurred since 31 December, 2020 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 31 December, 2020.

## 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.