



Legacy Pension

LEGACY PENSION MANAGERS LTD. (PFA)

...a legacy built on trust

LEGACY RETIREE FUND

ABRIDGED/ SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

The directors of Legacy Pension Managers (PFA) Limited ("the Company") present the abridged/summary of the special purpose financial statements of Legacy Retiree Fund ("the Fund") for the year ended 31 December 2013. These abridged/summary financial statements are derived from the full special purpose financial statements for the year ended 31 December 2013 and are not the full special purpose financial statements of the Fund.

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2013

	2013 N'000	2012 N'000
Assets		
Cash and short-term funds	181,437	254,912
Investments	9,991,730	7,694,647
Total assets	10,173,167	7,949,559
Liabilities		
Liabilities for fees and commission	6,855	5,693
Other liabilities	27,150	170,366
Total liabilities	34,005	176,059
Net Assets	10,139,162	7,773,500
Members' funds:		
Members contributions	7,654,273	6,190,437
Accumulated surplus	2,484,889	1,583,063
Total members' funds	10,139,162	7,773,500
Net asset value per unit	N1.66	N1.51
Annual Rate of Return	9.98%	10.11%
Three Year Average ROR	9.42%	8.43%

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2013

	2013 N'000	2012 N'000
Income:		
Investment income	959,503	698,063
Realized loss on investment	-	(33,130.91)
Amortisation of discount on bonds	22,716	21,197
Total income	982,219	686,129
Expenditure:		
Fund management fees	(76,928)	(59,669)
General and administrative expenses	(3,465)	(3,000)
Total expenditure	(80,393)	(62,669)
Net income for the year	901,826	623,460

INDEPENDENT AUDITOR'S REPORT

To the Administrator of Legacy Retiree Fund:

Report on the Financial Statements

We have audited the accompanying special purpose financial statements ("financial statements") of Legacy Retiree Fund ("the Fund"), which comprise the statement of assets and liabilities as at 31 December, 2013, and the profit and loss account, statement of cash flows and value added statement for the year then ended, and the statement of accounting policies, notes to the financial statements and five year financial summary, as set out on pages 10 to 20

Administrator's Responsibility for the Financial Statements

The Administrator is responsible for the preparation of the financial statements that give a true and fair view in accordance with the Nigerian Statements of Accounting Standards (SAS) and relevant National Pension Commission (PENCOM) guidance and circulars as required by the National Pension Commission, and for such internal control as the Administrator determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these special purpose financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management as well as evaluating the overall presentation of the special purpose financial statements.


Opinion

In our opinion, the financial statements of Legacy Retiree Fund ("the Fund") for the year ended 31 December 2013, give a true and fair view of the financial position of the Fund as at 31 December 2013 and of its financial performance and its cash flows for the year then ended in accordance with the Nigerian Statements of Accounting Standards (SAS) and relevant National Pension Commission (PENCOM) guidance and circulars as required by the National Pension Commission.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note (a) of the statement of accounting policies in these financial statements, which describes the basis of accounting. These financial statements are not the statutory financial statements of the Fund that are required to be prepared in line with International Financial Reporting Standards (IFRS) and the Financial Reporting Council Act, 2011. The financial statements were prepared to assist the Fund to comply with the requirements of PENCOM. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Administrator of Legacy Retiree Fund and the National Pension Commission and should not be used by or distributed to parties other than the Administrator of Legacy Retiree Fund or the National Pension Commission.

SIGNED ON BEHALF OF THE FUND BY THE BOARD OF DIRECTORS OF LEGACY PENSION MANAGERS LIMITED :


Mahey Rafindadi Rasheed, OFR
Chairman
FRC/2013/IODN/00000002090


Misbahu Umar Yola
Managing Director
FRC/2013/IODN/00000002078


Uche Ihechere
Chief Financial Officer
FRC/2013/ICAN/00000000966

Approved by the Board of Directors on 15 April 2014

Signed: 
Kabir O. Okunlola, FCA
FRC/2012/ICAN/00000000428
For: KPMG Professional Services
Chartered Accountants
16 April 2014
Lagos, Nigeria





Legacy Pension

LEGACY PENSION MANAGERS LTD. (PFA)

...a legacy built on trust

LEGACY RETIREMENT SAVINGS ACCOUNT (RSA) FUND

ABRIDGED/SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

The directors of Legacy Pension Managers (PFA) Limited ("the Company") present the abridged/summary of the special purpose financial statements of Legacy Retirement Savings Account (RSA) Fund ("the Fund") for the year ended 31 December 2013. These abridged/summary financial statements are derived from the full special purpose financial statements for the year ended 31 December 2013 and are not the full special purpose financial statements of the Fund.

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2013

	2013 N'000	2012 N'000
Assets		
Cash and short-term funds	689,908	895,546
Investments	78,414,654	59,980,723
Dividend receivable	12,746	4,283
Total assets	79,117,308	60,880,552
Liabilities		
Liabilities for fees and commission	148,082	112,127
Other liabilities	568,837	405,207
Total liabilities	716,919	517,334
Net Assets	78,400,389	60,363,218
Members' funds:		
Members contributions	58,849,717	47,939,982
Accumulated surplus	18,159,989	12,304,039
Revaluation reserve	1,390,683	119,197
Total members' funds	78,400,389	60,363,218
Net asset value per unit	N2.26	N2.03
Annual Rate of Return	11.10%	11.43%
Three Year Average ROR	9.58%	9.17%

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2013

	2013 N'000	2012 N'000
Income:		
Investment income	6,813,693	4,924,443
Gains/(Loss) on investments	(31,019)	876,865
Other income	688,040	761,043
Total income	7,470,714	6,562,351
Expenditure:		
Fund management fees	(1,607,939)	(1,121,834)
General and administrative expenses	(6,825)	(6,000)
Total expenditure	(1,614,764)	(1,127,834)
Net income for the year	5,855,950	5,434,517

INDEPENDENT AUDITOR'S REPORT

To the Administrator of Legacy Retirement Savings Account (RSA) Fund:

Report on the Financial Statements

We have audited the accompanying special purpose financial statements ("financial statements") of Legacy Retirement Savings Account (RSA) Fund ("the Fund"), which comprise the statement of assets and liabilities as at 31 December, 2013, and the profit and loss account, statement of cash flows and value added statement for the year then ended, and the statement of accounting policies, notes to the financial statements and five year financial summary, as set out on pages 9 to 22.

Administrator's Responsibility for the Financial Statements

The Administrator is responsible for the preparation of the financial statements that give a true and fair view in accordance with the Nigerian Statements of Accounting Standards (SAS) and relevant National Pension Commission (PENCOM) guidance and circulars as required by the National Pension Commission, and for such internal control as the Administrator determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these special purpose financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management as well as evaluating the overall presentation of the special purpose financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements of Legacy Retirement Savings Account (RSA) Fund ("the Fund") for the year ended 31 December 2013, give a true and fair view of the financial position of the Fund as at 31 December 2013 and of its financial performance and its cash flows for the year then ended in accordance with the Nigerian Statements of Accounting Standards (SAS) and relevant National Pension Commission (PENCOM) guidance and circulars as required by the National Pension Commission.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note (a) of the statement of accounting policies in these financial statements, which describes the basis of accounting. These financial statements are not the statutory financial statements of the Fund that are required to be prepared in line with International Financial Reporting Standards (IFRS) and the Financial Reporting Council Act, 2011. The financial statements were prepared to assist the Fund to comply with the requirements of PENCOM. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Administrator of Legacy Retirement Savings Account (RSA) Fund and the National Pension Commission and should not be used by or distributed to parties other than the Administrator of Legacy Retirement Savings Account (RSA) Fund or the National Pension Commission.

SIGNED ON BEHALF OF THE FUND BY THE BOARD OF DIRECTORS OF LEGACY PENSION MANAGERS LIMITED:

[Signature]

Mahey Rafindadi Rasheed, OFR
Chairman
FRC/2013/ODN/00000002090

[Signature]

Misbahu Umar Yola
Managing Director
FRC/2013/ODN/00000002078

[Signature]

Uche Ihechere
Chief Financial Officer
FRC/2013/ICAN/00000000966

Approved by the Board of Directors on 15 April 2014

Signed:

[Signature]

Kabir O. Okunlola, FCA
FRC/2012/ICAN/00000000428
For: KPMG Professional Services
Chartered Accountants
16 April 2014
Lagos, Nigeria



Disclosure on Website

Corporate governance essentially involves balancing the interests of the many stakeholders in a business venture - these include its Shareholders, Management, Customers, Regulatory bodies and the Community at large.

We at Legacy PFA understand that good corporate governance provides the framework for attaining a company's objectives. It encompasses practically every sphere of management, from action plans and internal controls to performance measurement and corporate disclosure.

To this end, our Board considers the maintenance of high standards central to achieving our Company's objective of maximizing stakeholder value. The Board thus sets the pace in approving and overseeing the implementation of the Company's strategic objectives, risk management policy and corporate governance. In addition, the Board has a schedule of matters reserved exclusively for its decision. The various constituted Board Committees serve as vehicles through which the Board carries out its oversight functions.

Compliance with Pencom's Code of Corporate Governance Legacy PFA hereto affirms that in its business operations in the course of the year 2012, it has complied with the principles of corporate governance as set out in PenCom's Code of Corporate Governance and consistent with the provisions of the Pension Reform Act 2004.

The said principles are hinged on overall economic performance, market integrity, transparency, efficient implementation of the scheme and the provision of a common value system for all operators.

Legacy PFA's terms of reference by way of Policy Documents and Procedure Manuals are a reflection of the values encapsulated in the Code's principles.