

NPF PENSIONS LIMITED
SUMMARY FINANCIAL STATEMENTS OF RETIREMENT SAVINGS
ACCOUNT FUND III FOR THE YEAR ENDED 31 DECEMBER 2022



RC.1147206

| | 2022 | 2021 |
|--|--------------------|--------------------|
| Assets | ₦'000 | ₦'000 |
| Cash and cash equivalents | 21,966,787 | 18,212,872 |
| Financial assets at amortised cost | 129,775,817 | 104,174,414 |
| Financial assets at fair value through profit or loss (FVPL) | 17,895,170 | 11,606,302 |
| Interest receivables | 527,290 | 134,342 |
| Total assets | 170,165,064 | 134,127,930 |
| Liabilities | | |
| Other liabilities | (276,677) | (184,091) |
| Total liabilities | (276,677) | (184,091) |
| Net assets available for benefits | 169,888,387 | 133,943,839 |

SUMMARY STATEMENT OF CHANGES IN NET ASSETS

| | 2022 | 2021 |
|--|--------------------|--------------------|
| Investment income: | | |
| Interest income | 14,584,574 | 13,647,389 |
| Dividend income | 1,151,012 | 695,628 |
| Net (losses)/gains on financial assets at FVPL | 1,904,617 | (3,450,107) |
| Other investment income | 456,129 | 526,319 |
| Fund management expenses | (2,405,934) | (1,941,256) |
| (Charged)/reversal on impairment loss allowance | (18,880) | (4,179) |
| Net investment income | 15,671,518 | 9,473,794 |
| Audit fee | (4,300) | (4,300) |
| Change in net assets before membership activities | 15,667,218 | 9,469,494 |
| Membership activities: | | |
| Contributions by employer | 6,071,306 | 4,060,131 |
| Contributions by employees | 5,950,176 | 2,439,533 |
| Transfers from other funds | 13,261,495 | 8,416,652 |
| Transfer from other PFAs | 396,657 | 244,400 |
| Transfers to other funds | (5,402,304) | (3,322,552) |
| Net contributions received/membership activities | 20,277,330 | 11,838,164 |
| Increase in net assets during the year | 35,944,548 | 21,307,658 |
| Net assets available for benefits at beginning of the year | 133,943,839 | 112,636,181 |
| Net Assets available for benefits at end of year | 169,888,387 | 133,943,839 |
| Fund price(N) | 1.6302 | 1.4719 |
| Returns on investment (%) | 10.75 | 7.91 |
| Three - year compounded annual growth rate (%) | 11.92 | 12.52 |

REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF NPF PENSIONS LIMITED – RETIREMENT SAVINGS ACCOUNT FUND III FOR THE YEAR ENDED 31 DECEMBER 2022

Opinion

The summary financial statements which comprise the summary statement of net assets as at 31 December 2022 and the summary statement of changes in net assets for the year then ended are derived from the audited financial statements of NPF Pensions Limited Retirement Savings Account Fund III ("the Fund") for the year ended 31 December 2022.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the requirements of the International Financial Reporting Standards, the Companies and Allied Matters Act 2020, the Pension Reform Act 2014 and the Financial Reporting Council of Nigeria Act No 6, 2011.

Summary financial statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the Pension Reform Act and the Financial Reporting Council of Nigeria Act applied in the preparation of the audited financial statement of the Fund. Therefore, reading the summary financial statements and the auditors' report thereon is not a substitute for reading the audited financial statements and the auditors' report thereon. The summary financial statements and the audited financial statements do not reflect the effects of event that occurred subsequent to the date of our report on the audited financial statements.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 18 April 2023.

Emphasis of matter

Bill for the Exemption of Police Officers from the Contributory Pension Scheme (CPS)

We draw attention to note 18 of the full financial statements of NPF Pensions Limited – RSA Fund III as at 31 December 2022, which relates to a bill before the National Assembly to exempt the Nigeria Police Force (NPF) from the Contributory Pension Scheme (CPS).

The Management and Board of the Fund's Administrator working with the Pension Operators Association of Nigeria (PENOP) and the National Pension Commission (PenCom) have engaged with other critical stakeholders including the Federal Government and the Nigeria Police Force to attend to the complaints by members of the Police Force (Active and Retired) on welfare matters outside of the Scheme and thus ensure the continuity of the CPS. All critical stakeholders are agreed that the success of the bill will impose an industry wide challenge as well as disrupt the financial management of the Federal Government and should be avoided.

During the year, the Government communicated its position for the Nigeria Police Force to continue to be covered under the contributory Pension Scheme.

Our opinion is not modified in respect of this matter.

The Fund Administrator's Directors' responsibility for the summary financial statements

The Directors are responsible for preparation of the summary financial statements in accordance with the International Financial Reporting Standards, the Companies and Allied Matters Act 2020, the Pension Reform Act 2014 and the Financial Reporting Council of Nigeria Act No. 6, 2011.

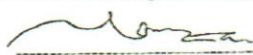
Auditors' responsibility for the summary financial statements

Our responsibility is to express an opinion on whether the summary financial Statements are consistent, in all material respects, with the audited financial statements based on our procedures which were conducted in accordance with the International Standards on Auditing (ISAs) 810 (revised) "Engagement to Report on summary Financial Statements".


Report on other legal and regulatory requirements

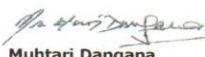
In accordance with our full audit report, we confirm that the Company complied with the fifth schedule of the Companies and Allied Matters Act 2020.

The full financial statements were approved by the Board of Directors of the Pension Fund Administrator on 30 March 2023 and signed on its behalf by:


Hamza Sule Wuro Bokki, Ph.D
 FRC/2014/NIM/0000009918
 Managing Director/ CEO


Nicholas N. Njeji FCA
 FRC/2014/ICAN/0000010102
 Executive Director, Investment


Juliet N. Nsien FCA
 FRC/2013/ICAN/0000001016
 Chief Financial Officer


Muhtari Dangana
 FRC/2013/ICAN/0000001142
FOR: MUHTARI DANGANA & CO
 (Chartered Accountants)
 Abuja, Nigeria


Muhtari Dangana & Co.
 CHARTERED ACCOUNTANTS



The summary financial statements disclosed were derived from the full financial statements of NPF Pensions Limited Retirement Savings Account Fund III for the year ended 31 December 2022 and cannot be expected to provide a full understanding of the financial performance, financial position and cash flows of the Fund. The Fund's auditors issued an unqualified opinion on the full financial statements for the year ended 31 December 2022 from which the summary financial statements were derived. The full financial statements from which these summary financial statements were derived can be obtained from the Fund Administrator.