

A BILL

FOR

AN ACT TO PROVIDE FOR THE AMENDMENT OF THE TRUSTEE INVESTMENTS ACT AND FOR RELATED MATTERS

Sponsored by Hon. Uchechuku G. Nnam-Obi

[] Commencement

ENACTED by the National Assembly of the Federal Republic of Nigeria as follows:

1 1. The Trustee Investments Act (in this Act referred to as "the
2 Principal Act") is hereby amended as set out in this Act.

Amendment of
Cap. 449 LFN

3 2. Section 2 of the Principal Act is amended:

Amendment of
Section 2

4 (a) In subsection (1) by inserting immediately after the existing
5 paragraph (d) thereof, the following new paragraphs (e) and (f), that is:

6 “(e) mortgage backed securities issued by the Federal Mortgage
7 Bank of Nigeria and any other institution authorised by the Federal
8 Government and guaranteed by the Central Bank of Nigeria; and

9 (f) secondary mortgage securities and transactions issued by
10 institutions authorised by the Federal Government and guaranteed by the
11 Central Bank of Nigeria;”

12 (b) in paragraph (b) of subsection (2) thereof by substituting
13 therefor the following new paragraph, that is:

14 “(b) the price of the debentures, bonds, mortgage backed securities
15 or shares of the class in question is quoted on the Nigerian Stock Exchange;”

16 (c) in paragraph (a) of subsection (3) thereof by substituting
17 therefor the following new paragraph, that is:

18 “(a) the value of the part of the Trust Fund invested in the exercise
19 of that power to exceed one-half of the total value of the fund; or”; and

20 (d) in paragraph (a) of subsection (4) thereof by substituting
21 therefor the following new paragraph, that is:

	1	(a) "share" includes, stock, "debenture" includes debenture stock and
	2	"bond" includes "mortgage backed securities".
Amendment of the Schedule	3	3. The Schedule to the Principal Act is amended by inserting the
	4	following new items 5 and 6, that is:
	5	"5. The Federal Mortgage Bank of Nigeria.
	6	6. The Nigeria Social Insurance Trust Fund."
Short Title	7	4. This Bill may be cited as the Trustee Investments (Amendment)
	8	Bill, 2018.

EXPLANATORY MEMORANDUM

The Bill seeks to amend the Trustee Investment Act to provide mechanism for facilitating the investment of trust and other funds in issued securities including mortgage backed securities and secondary mortgage transactions.