

# A BILL

## FOR

AN ACT TO AMEND THE TRUSTEE INVESTMENTS ACT CAP. 449 LAW OF THE FEDERATION OF NIGERIA, 2004 AND FOR RELATED MATTERS

*Sponsored by Hon. Adedapo Lam Adesina*

[ ] 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 Act
	8	(Amendment) 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.