



CORNERSTONE INSURANCE PLC.

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST DEC 2022

Consolidated and Separate Statement of Financial Position As at 31st December, 2022

	Group 2022 N'000	Group 2021 N'000	Company 2022 N'000	Company 2021 N'000
ASSETS				
Cash and cash equivalents	10,608,896	14,402,330	5,717,579	9,732,527
Financial assets	23,530,871	18,563,816	18,538,140	14,321,092
Trade receivables	612,550	300,788	545,407	255,793
Other receivables and prepayments	797,617	1,273,809	947,214	1,213,181
Reinsurance assets	7,645,644	9,369,713	6,732,628	8,618,365
Deferred acquisition costs	969,804	853,729	756,841	708,289
Investment in joint venture	510	510	280	280
Deferred tax assets	861,211	861,211	861,211	861,211
Investment in subsidiaries	-	-	3,620,847	3,620,847
Investment properties	625,000	625,000	-	-
Property and equipment	2,462,978	1,838,314	1,191,082	582,447
Intangible assets	13,920	11,805	1,252	3,397
Statutory deposit	1,200,000	1,200,000	500,000	500,000
Total Assets	49,329,001	49,301,025	39,412,481	40,417,429
Liabilities:				
Insurance contract liabilities	18,917,122	19,736,834	16,673,378	17,812,613
Investment contract liabilities	3,760,318	3,735,317	3,347,223	3,268,015
Trade payables	2,853,137	2,739,704	2,220,224	2,410,119
Deferred commission income	605,284	981,777	479,041	879,264
Other payables and accruals	875,201	1,058,081	751,474	790,444
Current tax liabilities	343,219	475,575	287,737	345,704
Deferred tax liabilities	88,026	88,026	23,211	23,211
Employees benefit obligations	19,493	13,553	17,469	11,529
Total Liabilities	27,461,800	28,828,867	23,799,757	25,540,899
EQUITY				
Share capital	9,083,196	9,083,196	9,083,196	9,083,196
Share premium	183,165	183,165	183,165	183,165
Treasury shares	(67,130)	(67,130)	(67,130)	(67,130)
Contingency reserve	5,836,419	4,735,167	4,472,827	3,844,841
Fair value reserves	(818,902)	387,889	(1,182,923)	63,261
Assets Revaluation reserve	507,097	-	507,097	-
Retained Earnings	6,826,686	5,855,597	2,616,493	1,769,197
Shareholders' funds	21,550,531	20,177,884	15,612,725	14,876,530
Non Controlling interest(NCI)	316,669	294,274	-	-
Total Equity	21,867,200	20,472,158	15,612,725	14,876,530
Total Equity & Liabilities	49,329,001	49,301,025	39,412,481	40,417,429

These financial statements were approved by the Board on 27th Jan 2023 and signed on its behalf by:

Mr. Kehinde Olorundare
Chief Financial Officer
FRC/2013/ICAN/00000000731

Mr. Ganiyu Musa
Group Managing Director/CEO
FRC/2013/ICAN/00000003110

Consolidated and Separate Statement of Cash Flow for the period ended 31 December 2022

	Group 2022 N'000	Group 2021 N'000	Company 2022 N'000	Company 2021 N'000
Cash flow from operating activities				
Insurance premium received	20,387,186	17,448,946	16,102,943	15,740,673
Premium deposits received	2,535,584	2,535,584	2,530,882	2,530,882
Deposit liabilities -contribution during the year	1,774,886	1,782,020	1,510,430	1,472,755
Deposit liabilities -Withdrawal during the year	(1,912,420)	(1,887,409)	(1,593,757)	(1,597,178)
Reinsurance premium paid	(12,149,563)	(11,068,738)	(9,931,106)	(10,322,823)
Commission received	2,242,294	2,439,129	1,654,538	2,132,249
Claims paid during the year	(5,373,595)	(4,996,046)	(4,828,843)	(4,563,740)
Reinsurance claims received	2,960,366	2,002,018	2,776,501	1,861,578
Commission paid	(2,680,924)	(1,981,876)	(2,049,750)	(1,668,722)
Maintenance cost paid	(1,343,394)	(1,028,697)	(1,141,040)	(921,359)
Other operating income	33,478	61,431	888	59,896
Personnel and employee expenses	(2,692,409)	(2,233,778)	(2,094,167)	(1,753,929)
Other operating cash payments	(5,350,424)	(1,727,423)	(3,995,765)	(2,647,812)
	(1,568,935)	1,345,161	(1,058,246)	322,470
Income tax paid	(248,231)	(154,906)	(173,842)	(42,817)
Net cash cash flow from operating activities	(1,817,166)	1,190,255	(1,232,088)	279,653
Investing activities:				
Interest received	105,425	1,257,177	212,313	1,065,757
Dividend received	344,448	331,086	273,159	264,097
Rent received	6,500	-	-	-
Purchase of property and equipment	(268,842)	(283,078)	(259,586)	(191,460)
Purchase of intangibles	(7,264)	(7,562)	-	(298)
Redemptions on loans to policyholders	39,605	39,605	39,605	39,605
Proceeds from sale of property and equipment	10,546	48,000	10,493	15,000
Purchase of available for sale financial assets	(40,385)	(34,830)	-	-
Purchase of financial assets	(6,215,146)	(2,451,023)	(6,174,761)	(2,451,023)
Addition to loans to policy holders	(40,452)	(41,109)	(40,452)	(41,109)
Purchase of held to maturity investments	(2,013,554)	(2,013,736)	-	-
Proceeds from sale of financial assets	4,290,267	3,788,892	2,183,538	2,614,239
Net cash flows from investing activities	(3,788,852)	633,422	(3,755,691)	1,314,808
Financing activities:				
Treasury share	-	(8,690)	-	(8,690)
Finance cost	(75,051)	(62,041)	(61,155)	(46,604)
Net cash flows from financing activities	(75,051)	(70,731)	(61,155)	(55,294)
Net Increase/(decrease) in cash and cash equivalents	(5,681,069)	1,752,946	(5,048,934)	1,539,167
Effect of exchange rate changes on cash and cash equivalents	1,887,635	-	1,033,986	-
Cash and cash equivalents at beginning of year	14,402,330	12,649,384	9,732,527	8,193,360
Cash and cash equivalents at end of year	10,608,896	14,402,330	5,717,579	9,732,527

Consolidated and Separate Statement of Profit or Loss and Other Comprehensive Income for the period ended 31st December, 2022

	Group 2022 N'000	Group 2021 N'000	Company 2022 N'000	Company 2021 N'000
Gross Premium Written	22,281,791	20,920,553	18,269,184	18,288,139
Changes in unearned premium	(1,649,717)	(3,127,934)	(1,186,748)	(2,940,341)
Gross Premium Earned	20,632,074	17,792,619	17,082,436	15,347,798
Changes in life fund	1,616,202	928,394	1,616,202	936,826
Changes in life annuity fund	(13,263)	913,703	(13,263)	913,703
Reinsurance expenses	(12,883,447)	(10,968,450)	(10,688,454)	(9,645,696)
Net Premium Earned	9,351,566	8,666,266	7,996,921	7,552,631
Fees and commission income	2,618,787	2,227,978	2,054,760	1,957,456
Net underwriting income	11,970,353	10,894,244	10,051,681	9,510,087
Gross claims incurred	(4,458,687)	(4,700,817)	(4,106,277)	(4,082,679)
Insurance claims recoveries from reinsurers	1,248,985	2,105,689	1,041,887	1,875,158
Net claims expenses	(3,209,702)	(2,595,128)	(3,064,390)	(2,207,521)
Acquisition cost	(2,497,759)	(2,020,130)	(1,916,670)	(1,597,103)
Maintenance cost	(1,343,394)	(1,028,697)	(1,141,040)	(921,359)
Underwriting expenses	(3,841,153)	(3,048,827)	(3,057,710)	(2,518,462)
Underwriting results	4,919,498	5,250,289	3,929,581	4,784,104
Gain/(Loss) on deposit administration / investment contracts	(162,535)	33,808	(162,535)	33,808
Investment income	2,378,458	1,609,351	1,931,750	1,091,964
Fair value changes in investment property	-	23,000	-	-
Fair value changes in financial assets - FVTPL	(511,774)	(742,348)	(511,774)	(742,348)
Net exchange gain	769,113	1,385,923	561,338	713,817
Net trading income	287,174	-	287,174	-
Other operating income	33,530	61,570	888	59,896
Share of profit/(loss) in joint venture	-	95,232	-	68,201
Impairment losses on financial assets	173,332	(75,315)	173,332	(75,315)
Personnel expenses	(2,698,349)	(2,243,538)	(2,100,107)	(1,763,689)
Depreciation	(182,558)	(198,940)	(154,030)	(155,105)
Amortisation	(5,149)	(13,405)	(2,267)	(10,402)
Other Operating Expenses	(1,809,088)	(1,382,579)	(1,392,718)	(1,105,961)
Finance cost	(75,051)	(62,041)	(61,155)	(46,604)
Profit before income and minimum tax	3,116,601	3,741,007	2,499,477	2,852,366
Minimum tax	-	(2,433)	-	(2,433)
Profit after minimum tax	3,116,601	3,738,574	2,499,477	2,849,933
Income tax (expense)/ credit	(115,875)	(202,639)	(115,875)	(109,122)
Profit for the year from continuing operations	3,000,726	3,535,935	2,383,602	2,740,811
Profit for the year	3,000,726	3,535,935	2,383,602	2,740,811
Attributable to shareholders	2,980,660	3,511,220	2,383,602	2,740,811
Attributable to non-controlling interest holders	20,066	24,715	-	-
	3,000,726	3,535,935	2,383,602	2,740,811
Other comprehensive income, net of tax				
Fair value (losses)/ gains on available-for-sale securities	(1,206,791)	(739,022)	(1,276,911)	(843,610)
	(1,206,791)	(739,022)	(1,276,911)	(843,610)
Items within OCI that may not be reclassified to profit or loss				
Revaluation gain on property and equipment	507,097	52,830	507,097	-
Related tax	-	(5,283)	-	-
	507,097	47,547	507,097	-
Other Comprehensive Income, net of taxes	(699,694)	(691,475)	(769,814)	(843,610)
Total Comprehensive Income for the year	2,301,032	2,844,460	1,613,788	1,897,201
Attributable to shareholders	2,278,638	2,815,837	1,613,788	1,897,201
Attributable to non-controlling interest	22,394	28,623	-	-
	2,301,032	2,844,460	1,613,788	1,897,201
Basic and diluted earning per share (Kobo)	20	12	16	10