

# CORNERSTONE INSURANCE PLC.

UNAUDITED FINANCIAL STATEMENT 'FOR THE PERIOD ENDED 30 JUNE 2020



Cornerstone

RC163170

Consolidated and Separate Statement of Financial Position				
As at 30 June, 2020				
	Jun-20 Group N'000	Dec- 2019 Group N'000	Jun-20 Company N'000	Dec- 2019 Company N'000
<b>ASSETS</b>				
Cash and cash Equivalents	11,286,380	12,649,384	7,342,669	8,193,360
Financial Assets	15,884,767	12,661,308	13,479,069	11,169,338
Trade receivable	289,845	60,183	258,445	58,100
Other receivables and prepayments	273,051	405,459	310,691	434,060
Reinsurance assets	6,431,421	4,732,524	5,895,239	4,352,839
Deferred acquisition cost	368,047	257,866	261,031	219,592
Investment in joint venture	554,305	554,305	293,116	293,116
Investment in subsidiaries	-	-	2,954,748	2,954,748
Investment property	560,000	560,000	-	-
Property, plant and equipment	2,172,263	1,904,212	618,241	639,309
Intangible assets	20,965	29,364	20,965	29,364
Deferred tax assets	338,923	338,923	338,923	338,923
Statutory deposits	1,000,000	1,000,000	700,000	700,000
<b>Total Assets</b>	<b>39,179,967</b>	<b>35,153,528</b>	<b>32,473,137</b>	<b>29,382,749</b>
<b>Liabilities:</b>				
Investment contract liabilities	3,393,485	3,406,701	3,393,485	3,406,701
Insurance contract liabilities	15,323,581	11,730,129	13,905,069	10,703,380
Trade payables	1,961,712	3,591,779	1,894,759	3,481,119
Other payables and accruals	767,816	801,176	308,662	642,407
Deferred commission income	557,251	265,073	502,465	231,961
Current tax liabilities	577,014	476,717	409,463	318,953
Employees retirement benefit obligations	4,355	3,577	2,331	1,553
<b>Total Liabilities</b>	<b>22,585,214</b>	<b>20,275,152</b>	<b>20,416,234</b>	<b>18,786,074</b>
<b>EQUITY &amp; LIABILITIES</b>				
Share capital & reserves:				
Ordinary share capital	7,364,754	7,364,754	7,364,754	7,364,754
Share premium	1,947,167	1,947,166	1,947,166	1,947,166
Treasury shares	(48,175)	(48,175)	(48,175)	(48,175)
Accumulated losses	2,164,504	1,392,250	(1,220,518)	(1,844,004)
Contingency reserve	3,773,653	3,545,360	3,133,412	2,942,312
AFS Fair value reserve	1,133,904	426,306	880,264	234,622
	-	-	-	-
<b>Equity attributable to owners of the company</b>	<b>16,335,807</b>	<b>14,627,661</b>	<b>12,056,903</b>	<b>10,596,675</b>
Non Controlling interest(NCI)	258,946	250,715	-	-
Total Equity	16,594,753	14,878,376	12,056,903	10,596,675
<b>Total Equity &amp; Liabilities</b>	<b>39,179,967</b>	<b>35,153,528</b>	<b>32,473,137</b>	<b>29,382,749</b>

These financial statements were approved by the Board on 22 July 2020 and signed on its behalf by:

  
**Kehinde Olorundare**  
 Chief Financial Officer  
 FRC/2013/ICAN/00000000731

  
**Ganiyu Musa**  
 Group Managing Director  
 FRC/2013/ICAN/00000003110

Consolidated and Separate Statement of Profit or Loss and Other Comprehensive income for the period ended 30 June 2020				
	Jun-20 Group N'000	Jun-19 Group N'000	Jun-20 Company N'000	Jun-19 Company N'000
Gross Premium Written	8,041,662	7,717,349	7,177,273	6,914,513
Change in unearned premium	(1,275,602)	(1,331,899)	(1,024,876)	(1,087,991)
Gross Premium Earned	6,766,060	6,385,450	6,152,397	5,826,521
Changes in annuity life fund	(648,925)	(322,932)	(648,925)	(322,932)
Reinsurance Expenses	(3,661,469)	(3,144,461)	(3,377,740)	(2,814,727)
<b>Net Premium Earned</b>	<b>2,455,667</b>	<b>2,918,058</b>	<b>2,125,732</b>	<b>2,688,862</b>
Fees and commission income	696,960	537,841	631,270	471,826
<b>Net underwriting income</b>	<b>3,152,627</b>	<b>3,455,898</b>	<b>2,757,003</b>	<b>3,160,688</b>
<b>Claims Expenses:</b>				
Gross Claims Paid	(2,076,231)	(2,753,176)	(1,876,575)	(2,600,183)
Annuity Pay Out	(118,456)	(93,699)	(118,456)	(93,699)
Movement in Outstanding claims	(1,668,838)	(382,622)	(1,527,802)	(382,992)
Insurance claims recoverable from reinsurance Companies	2,193,323	1,806,835	2,105,450	1,661,906
<b>Net Claims expenses</b>	<b>(1,670,202)</b>	<b>(1,422,662)</b>	<b>(1,417,384)</b>	<b>(1,414,967)</b>
Acquisition cost	(779,548)	(742,177)	(687,469)	(659,355)
Maintenance cost	(193,470)	(227,164)	(154,989)	(180,326)
<b>Net Underwriting expenses</b>	<b>(973,019)</b>	<b>(969,341)</b>	<b>(842,458)</b>	<b>(839,681)</b>
<b>Underwriting result</b>	<b>509,406</b>	<b>1,063,896</b>	<b>497,162</b>	<b>906,041</b>
Investment income on financial assets	810,554	551,117	633,595	420,058
Fair value changes in financial assets - FVTPL	455,911	431,369	455,911	431,369
Net exchange gain	688,273	11,091	360,877	-
Other Operating income	110,685	55,482	110,626	52,620
Personnel expenses	(880,251)	(895,287)	(700,718)	(740,087)
Depreciation	(90,298)	(81,932)	(62,997)	(62,569)
Amortisation	(9,103)	(11,706)	(9,103)	(10,332)
Other operating expenses	(451,756)	(557,650)	(358,411)	(478,988)
Finance cost	(42,577)	(8,870)	(21,845)	(2,065)
<b>Profit/(loss) before tax</b>	<b>1,100,844</b>	<b>557,511</b>	<b>905,095</b>	<b>516,047</b>
Income tax expense	(100,297)	(55,751)	(90,510)	(51,605)
<b>Profit/(Loss) for the year</b>	<b>1,000,547</b>	<b>501,760</b>	<b>814,586</b>	<b>464,442</b>
Attributable to shareholders	994,373	498,428	814,586	464,443
Attributable to non-controlling interest holder	6,174	3,331	-	-
	1,000,547	501,759	814,586	464,443
<b>Other Comprehensive income, net of tax</b>				
Items within OCI that may be reclassified to profit or loss	-	-	-	-
Fair value changes on available-for-sale securities	707,598	1,922,814	645,642	1,439,386
	707,598	1,922,814	645,642	1,439,386
<b>Other Comprehensive Income, net of taxes</b>	<b>707,598</b>	<b>1,922,814</b>	<b>645,642</b>	<b>1,439,386</b>
<b>Total Comprehensive Income for the year</b>	<b>1,708,145</b>	<b>2,424,573</b>	<b>1,460,228</b>	<b>1,903,828</b>
Attributable to shareholders	1,699,914	2,427,828	1,460,228	1,903,828
Attributable to non-controlling interest	8,231	(3,254)	-	-
	1,708,145	2,424,573	1,460,228	1,903,828
<b>Other comprehensive income, net of tax</b>				
Basic and diluted earning per share (Kobo)	7	3	6	3