



# CORNERSTONE INSURANCE PLC.

Statements to the Nigerian Stock Exchange and the shareholders on the extract of unaudited results as at 30 June, 2021

## Consolidated and Separate Statement of Financial Position As at 30 June, 2021

Notes	6 Months June 2021 Group N'000	12 Months Dec- 2020 Group N'000	6 Months June 2021 Company N'000	12 Months Dec- 2020 Company N'000	
<b>ASSETS</b>					
Cash and cash Equivalents	6	13,132,986	11,662,703	8,813,533	8,175,263
Financial Assets	7	16,822,390	18,402,727	12,754,325	14,065,366
Trade receivable	8	387,529	154,580	281,987	108,675
Other receivables and prepayments	9	474,327	612,223	781,403	789,100
Reinsurance assets	10	9,886,935	7,719,422	8,961,008	7,197,096
Deferred acquisition cost	11	753,937	567,596	574,438	466,196
Investment in Joint venture	12	271,296	271,295	137,739	137,738
Investment in subsidiaries	13	-	-	3,620,847	3,620,847
Investment property	14	602,000	602,000	-	-
Property, plant and equipment	15	1,906,879	1,780,019	651,414	570,093
Intangible assets	16	14,333	17,649	8,070	13,500
Deferred tax assets	23(d)	798,855	838,000	837,997	838,000
Statutory deposits	17	1,200,000	1,200,000	500,000	500,000
<b>Total Assets</b>		<b>46,251,467</b>	<b>43,828,214</b>	<b>37,922,761</b>	<b>36,481,875</b>
<b>Liabilities:</b>					
Investment contract liabilities	18	3,671,975	3,674,861	3,223,858	3,226,593
Insurance contract liabilities	19	20,699,955	18,746,225	18,512,433	17,203,861
Trade payables	20	1,945,631	1,619,693	1,725,046	1,403,882
Other payables and accruals	21	920,430	842,765	589,095	676,316
Deferred commission income	22	1,013,100	770,626	922,500	704,472
Current tax liabilities	23(a)	338,847	445,799	268,921	276,964
Deferred tax liabilities	23(d)	-	-	-	-
Employees retirement benefit obligations	24	3,360	3,793	1,336	1,769
<b>Total Liabilities</b>		<b>28,593,298</b>	<b>26,103,762</b>	<b>25,243,189</b>	<b>23,493,856</b>
<b>EQUITY &amp; LIABILITIES</b>					
<b>Share capital &amp; reserves:</b>					
Ordinary share capital	26(a)	9,083,197	9,083,196	9,083,197	9,083,196
Share premium	26(b)	183,165	183,165	183,165	183,165
Treasury shares	26(c)	(61,430)	(58,440)	(61,430)	(58,440)
Accumulated losses	26(d)	3,623,182	3,101,415	(90,767)	(431,800)
Contingency reserve	26(e)	4,291,968	4,017,271	3,521,803	3,305,027
AFS Fair value reserve	26(f)	267,609	1,132,194	43,604	906,871
<b>Equity attributable to owners of the company</b>		<b>17,387,691</b>	<b>17,458,802</b>	<b>12,679,572</b>	<b>12,988,019</b>
Non Controlling interest(NCI)	26g	270,477	265,650	-	-
<b>Total Equity</b>		<b>17,658,168</b>	<b>17,724,452</b>	<b>12,679,572</b>	<b>12,988,019</b>
<b>Total Equity &amp; Liabilities</b>		<b>46,251,467</b>	<b>43,828,214</b>	<b>37,922,761</b>	<b>36,481,875</b>

These financial statements were approved by the Board on 27th July, 2021 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/000000003110

## Consolidated and Separate Statement of Profit or Loss and Other Comprehensive income for the period ended 30 June 2021

Notes	Jun-21 Group N'000	Jun-20 Group N'000	Jun-21 Company N'000	Jun-20 Company N'000	
<b>Gross Premium Written</b>	27(a)	10,767,227	8,041,662	9,233,405	7,177,273
Change in unearned premium	27(b)	(962,902)	(1,275,602)	(589,701)	(1,024,876)
<b>Gross Premium Earned</b>		<b>9,804,326</b>	<b>6,766,060</b>	<b>8,643,704</b>	<b>6,152,397</b>
Changes in Individual life fund	27(c)	(542,222)	-	(542,222)	-
Changes in annuity life fund	27(d)	765,166	(648,925)	765,166	(648,925)
Reinsurance Expenses	27(e)	(5,075,014)	(3,661,469)	(4,532,011)	(3,377,740)
<b>Net Premium Earned</b>		<b>4,952,255</b>	<b>2,455,667</b>	<b>4,334,636</b>	<b>2,125,732</b>
Fees and commission income	28	1,141,849	696,960	1,015,148	631,270
<b>Net underwriting income</b>		<b>6,094,105</b>	<b>3,152,627</b>	<b>5,349,785</b>	<b>2,757,003</b>
<b>Claims Expenses:</b>					
Gross Claims Paid	29	(2,283,220)	(2,076,231)	(2,101,213)	(1,876,575)
Annuity Pay Out	29	(181,813)	(118,456)	(181,813)	(118,456)
Movement in Outstanding claims	29	(1,316,245)	(1,668,838)	(941,811)	(1,527,802)
Insurance claims recoverable from reinsurance Companies	29	1,759,208	2,193,323	1,456,248	2,105,450
<b>Net Claims expenses</b>		<b>(2,022,069)</b>	<b>(1,670,202)</b>	<b>(1,768,589)</b>	<b>(1,417,384)</b>
Acquisition cost	30(a)	(1,178,333)	(779,548)	(992,475)	(687,469)
Maintenance cost	30(b)	(373,309)	(193,470)	(316,583)	(154,989)
<b>Net Underwriting expenses</b>		<b>(1,551,642)</b>	<b>(973,019)</b>	<b>(1,309,058)</b>	<b>(842,458)</b>
<b>Underwriting result</b>		<b>2,520,394</b>	<b>509,406</b>	<b>2,272,138</b>	<b>497,161</b>
Investment income on financial assets	31	855,741	810,554	619,401	633,595
Fair value changes in financial assets - FVTPL	32	(1,109,371)	455,911	(1,109,371)	455,911
Net exchange gain	33(a)	312,377	688,273	155,584	360,877
Operating income	34	1,445	110,685	31	110,626
Personnel expenses	36	(931,646)	(880,251)	(696,957)	(700,718)
Depreciation	15	(105,513)	(90,298)	(83,926)	(62,997)
Amortisation	16	(6,799)	(9,103)	(5,728)	(9,103)
Other operating expenses	37	(674,761)	(451,756)	(547,295)	(358,411)
Finance cost	38	(28,076)	(42,577)	(16,710)	(21,845)
<b>Profit/(loss) before tax</b>		<b>833,790</b>	<b>1,100,844</b>	<b>587,168</b>	<b>905,095</b>
Income tax expense	23(b)	(37,326)	(100,297)	(29,358)	(90,510)
<b>Profit/(Loss) for the year</b>		<b>796,463</b>	<b>1,000,547</b>	<b>557,810</b>	<b>814,585</b>
Attributable to shareholders		791,437	994,373	557,810	814,586
Attributable to non-controlling interest holders		5,026	6,174	-	-
		<b>796,463</b>	<b>1,000,547</b>	<b>557,810</b>	<b>814,586</b>
<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	32(b)	(864,585)	707,598	(863,267)	645,642
		(864,585)	707,598	(863,267)	645,642
<b>Other Comprehensive Income, net of taxes</b>		<b>(864,585)</b>	<b>707,598</b>	<b>(863,267)</b>	<b>645,642</b>
<b>Total Comprehensive Income for the year</b>		<b>(68,122)</b>	<b>1,708,145</b>	<b>(305,458)</b>	<b>1,460,228</b>
Attributable to shareholders		(72,949)	1,699,914	(305,458)	1,460,228
Attributable to non-controlling interest		4,827	8,231	-	-
		<b>(68,122)</b>	<b>1,708,145</b>	<b>(305,458)</b>	<b>1,460,228</b>

## Statement of Cash Flows for the period ended 30 June, 2021

Notes	30-Jun-21 Group N'000	30-Jun-20 Group N'000	30-Jun-21 Company N'000	30-Jun-20 Company N'000	
<b>Operating activities</b>					
Insurance premium received	39(i)	7,812,000	9,060,093	6,976,928	
Deposit liabilities -contribution during the year	18	911,637	686,500	772,392	686,500
Deposit liabilities -withdrawal during the year	18	(903,943)	(699,716)	(801,970)	(699,716)
Reinsurance premium paid	39(iii)	(5,736,855)	(3,411,870)	(5,018,965)	(3,104,420)
Reinsurance commission received	28	1,141,849	696,960	1,015,148	631,270
Insurance benefits and claims paid	29	(2,465,032)	(2,194,687)	(2,283,026)	(1,995,032)
Reinsurance claims received	29	1,759,208	1,940,323	1,456,248	1,852,450
Commission paid	30(a)	(1,362,968)	(888,928)	(1,100,717)	(728,108)
Maintenance cost paid	30(b)	(373,309)	(193,470)	(316,583)	(154,989)
Other operating cashflow		(1,471,758)	(693,300)	(1,440,325)	(841,610)
		<b>2,033,106</b>	<b>3,053,812</b>	<b>1,342,295</b>	<b>2,623,274</b>
Corporate tax paid		-	-	-	-
<b>Net cash used in operating activities</b>		<b>2,033,106</b>	<b>3,053,812</b>	<b>1,342,295</b>	<b>2,623,274</b>
<b>Cash flows from investing activities:</b>					
Additions to intangible assets	16	(3,006)	(704)	(298)	(704)
Proceeds from sale of property and equipment	39(ii)	-	3,488	-	3,464
Purchase of property and equipment	15	(232,373)	(77,302)	(165,247)	(64,905)
Financial assets purchase during the year		(1,141,172)	(5,107,774)	(1,141,172)	(4,023,570)
Dividends received	31(b)	142,398	167,294	117,860	132,690
Interest received	31(b)	699,406	640,760	501,542	500,905
<b>Net cash generated from/ used provided by investing activities</b>		<b>(534,746)</b>	<b>(4,374,239)</b>	<b>(687,315)</b>	<b>(3,452,120)</b>
<b>Cash flows from financing activities:</b>					
Finance cost	38	(28,076)	(42,577)	(16,710)	(21,845)
<b>Net Increase/ (decrease) in cash and cash equivalents</b>		<b>1,470,283</b>	<b>(1,363,004)</b>	<b>638,270</b>	<b>(850,691)</b>
Cash and cash equivalents at beginning of year		11,662,703	12,649,384	8,175,263	8,193,360
Cash and cash equivalents at end of year		13,132,986	11,286,380	8,813,533	7,342,669