


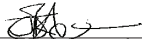

CORNERSTONE INSURANCE PLC.

SUMMARY FINANCIAL INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2022

The Directors present the summary financial information of Cornerstone Insurance Plc ("the Company") and its subsidiary companies (together "the Group") for the year ended 31 December 2022. These summary financial information are derived from the full consolidated and separate financial statements for the year ended 31 December 2022 and are not the full consolidated and separate financial statements of the Company and Group. The full consolidated and separate financial statements, from which these summary financial information were derived, will be delivered to the Corporate Affairs Commission within the required deadline. The Company's Auditor issued an unmodified audit opinion on the full consolidated and separate financial statements for the year ended 31 December 2022 from which these summary financial information were derived.

Consolidated and Separate Statements of Financial Position As at 31 December				
	Group 2022 N'000	Group 2021 N'000	Company 2022 N'000	Company 2021 N'000
ASSETS				
Cash and cash equivalents	10,885,696	14,402,330	5,957,724	9,732,527
Financial assets	23,672,930	18,563,816	18,688,076	14,321,092
Trade receivables	607,342	300,788	545,407	255,793
Other receivables and prepayments	774,064	1,273,809	919,474	1,213,181
Reinsurance assets	7,710,640	9,369,713	6,746,041	8,618,365
Deferred acquisition costs	1,017,300	853,729	803,141	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	680,000	625,000	-	-
Property and equipment	2,977,613	1,838,314	1,191,083	582,447
Intangible assets	6,266	11,805	1,129	3,397
Statutory deposit	1,200,000	1,200,000	500,000	500,000
Total Assets	50,393,572	49,301,025	39,834,413	40,417,429
Liabilities:				
Insurance contract liabilities	19,545,226	19,736,834	17,243,945	17,812,613
Investment contract liabilities	3,817,583	3,735,317	3,400,917	3,268,015
Trade payables	2,623,056	2,739,704	2,279,283	2,410,119
Deferred commission income	644,536	981,777	524,569	879,264
Other payables and accruals	942,956	1,058,081	809,480	790,444
Current tax liabilities	462,899	475,575	283,854	345,704
Deferred tax liabilities	331,604	88,026	175,788	23,211
Employees benefit obligations	19,493	13,553	17,469	11,529
Total Liabilities	28,387,353	28,828,867	24,735,305	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	5,559,616	4,735,167	4,508,692	3,844,841
Fair value and other reserves	280,901	387,889	(637,601)	63,261
Retained Earnings	6,653,545	5,855,597	2,028,786	1,769,197
Shareholders' funds	21,693,293	20,177,884	15,099,108	14,876,530
Non Controlling interest (NCI)	312,926	294,274	-	-
Total Equity	22,006,219	20,472,158	15,099,108	14,876,530
Total Liabilities and Equity	50,393,572	49,301,025	39,834,413	40,417,429

These financial statements were approved by the Board on February 21, 2023 and signed on its behalf by:

 Mr. Segun Adebunji Chairman FRC/2014/ICAN/00000008434	 Mr. Kehinde Olorundare Chief Financial Officer FRC/2013/ICAN/00000000731	 Mr. Ganiyu Musa Group Managing Director/CEO FRC/2013/ICAN/00000003110
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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	20,305,372	19,378,260	16,330,884	16,745,086
Premium deposits received	2,539,782	2,535,584	2,535,080	2,530,882
Deposit liabilities - contribution during the year	1,778,446	1,782,020	1,510,430	1,472,755
Deposit liabilities -Withdrawal during the year	(1,858,715)	(1,887,409)	(1,540,063)	(1,597,178)
Reinsurance premium paid	(12,315,135)	(11,774,266)	(9,959,727)	(10,421,801)
Commission received	2,312,083	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 recovered	2,926,254	1,254,492	2,774,213	1,114,052
Commission paid	(2,641,375)	(2,319,029)	(1,992,766)	(1,851,963)
Maintenance cost paid	(1,259,973)	(1,028,697)	(1,057,619)	(921,359)
Other operating income	64,838	61,431	32,248	59,896
Personnel and employee expenses	(2,661,815)	(2,233,778)	(2,063,716)	(1,753,929)
Other operating cash payments	(2,387,661)	(2,309,121)	(2,349,169)	(1,840,364)
	1,428,506	902,570	1,045,490	1,104,586
Income tax paid	(248,233)	(154,906)	(173,843)	(42,817)
Net cash flow from operating activities	1,180,273	747,664	871,647	1,061,769
Cash flow from investing activities				
Interest received	603,800	1,257,177	773,082	1,065,757
Dividend received	344,447	263,987	273,159	195,466
Rent received	6,500	12,500	-	-
Purchase of property and equipment	(270,052)	(283,078)	(259,586)	(191,460)
Purchase of intangibles	(319)	(7,562)	-	(298)
Redemptions on loans to policyholders	63,756	39,605	63,756	39,605
Proceeds from sale of property and equipment	9,068	140	4,016	-
Purchase of available for sale financial assets	(7,540,267)	(34,830)	(7,499,882)	-
Purchase of Fair Value Through Profit or Loss financial assets	-	(2,451,023)	-	(2,451,023)
Addition to loans to policy holders	(62,334)	(41,109)	(62,334)	(41,109)
Purchase of held to maturity investments	(2,013,554)	(2,013,736)	-	-
Proceeds from sale of financial assets	5,145,444	3,432,988	3,030,838	899,865
Net cash flows from investing activities	(3,713,511)	175,059	(3,676,951)	(483,197)
Cash flow from financing activities:				
Treasury share	-	(8,690)	-	(8,690)
Dividend paid	(908,320)	-	(908,320)	-
Finance cost	(75,076)	(62,041)	(61,179)	(46,604)
Net cash flows from financing activities	(983,396)	(70,731)	(969,499)	(55,294)
Net Increase/(decrease) in cash and cash equivalents	(3,516,634)	851,992	(3,774,803)	523,278
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	11,662,703	9,732,527	8,175,263
Cash and cash equivalents at end of year	10,885,696	14,402,330	5,957,724	9,732,527

Consolidated and Separate Statements of Profit or Loss and Other Comprehensive Income For the year ended 31 December				
	Group 2022 N'000	Group 2021 N'000	Company 2022 N'000	Company 2021 N'000
Gross Premium Written	22,246,121	20,920,553	18,269,184	18,288,139
Changes in unearned premium	(568,398)	(3,127,934)	(75,589)	(2,940,341)
Gross premium income	21,677,723	17,792,619	18,193,595	15,347,798
Changes in life fund	102,372	928,394	102,361	936,826
Changes in life annuity fund	(206,071)	913,703	(206,071)	913,703
Reinsurance expenses	(12,704,553)	(10,968,450)	(10,541,953)	(9,645,696)
Net premium income	8,869,471	8,666,266	7,547,932	7,552,631
Fees and commission income	2,649,324	2,227,978	2,009,231	1,957,456
Net underwriting income	11,518,795	10,894,244	9,557,163	9,510,087
Gross claims incurred	(4,509,889)	(4,700,817)	(4,080,875)	(4,082,679)
Insurance claims recoveries from reinsurers	1,141,864	2,105,689	906,512	1,875,158
Net claims expenses	(3,368,025)	(2,595,128)	(3,174,363)	(2,207,521)
Acquisition cost	(2,503,952)	(2,020,130)	(1,924,062)	(1,597,103)
Maintenance cost	(1,259,973)	(1,028,697)	(1,057,619)	(921,359)
Underwriting expenses	(3,763,925)	(3,048,827)	(2,981,681)	(2,518,462)
Underwriting results	4,386,845	5,250,289	3,401,119	4,784,104
Gain/(Loss) on deposit administration / investment contracts	176,004	33,808	176,004	33,808
Investment income	2,170,097	1,609,351	1,542,439	1,091,964
Fair value changes in investment property	55,000	23,000	-	-
Fair value changes in financial assets - FVTPL	(418,536)	(742,348)	(418,536)	(742,348)
Net exchange gain	769,058	1,385,923	562,435	713,817
Net trading income	287,174	-	287,174	-
Other operating income	64,890	61,570	32,248	59,896
Share of profit/(loss) in joint venture	-	95,232	-	68,201
Impairment (losses)/write-back on financial assets	173,332	(75,315)	173,332	(75,315)
Personnel expenses	(2,667,755)	(2,243,538)	(2,069,656)	(1,763,689)
Depreciation	(201,294)	(198,940)	(154,030)	(155,105)
Amortisation	(5,858)	(13,405)	(2,267)	(10,402)
Other Operating Expenses	(1,795,103)	(1,382,579)	(1,423,463)	(1,105,961)
Finance cost	(75,076)	(62,041)	(61,179)	(46,604)
Profit before income and minimum tax	2,918,778	3,741,007	2,045,620	2,852,366
Minimum tax	(69,280)	(2,433)	(69,280)	(2,433)
Profit after minimum tax	2,849,498	3,738,574	1,976,340	2,849,933
Income tax (expense)/ credit	(302,457)	(202,639)	(144,580)	(109,122)
Profit for the year from continuing operations	2,547,041	3,535,935	1,831,760	2,740,811
Attributable to shareholders	2,530,717	3,511,220	1,831,760	2,740,811
Attributable to non-controlling interest holders	16,324	24,715	-	-
	2,547,041	3,535,935	1,831,760	2,740,811
Other comprehensive income, net of tax				
Items within OCI that may be reclassified to profit or loss				
Fair value (losses)/ gains on available-for-sale securities	(1,073,566)	(739,022)	(1,157,249)	(843,610)
	(1,073,566)	(739,022)	(1,157,249)	(843,610)
Items within OCI that may not be reclassified to profit or loss				
Revaluation gain on property and equipment	1,073,976	52,830	507,097	-
Related tax	(107,398)	(5,283)	(50,710)	-
	966,578	47,547	456,387	-
Other comprehensive (loss)/ income, net of tax	(106,988)	(691,475)	(700,862)	(843,610)
Total comprehensive income for the year	2,440,053	2,844,460	1,130,898	1,897,201
Attributable to shareholders	2,421,401	2,815,837	1,130,898	1,897,201
Attributable to non-controlling interest	18,652	28,623	-	-
	2,440,053	2,844,460	1,130,898	1,897,201
Basic and diluted earning per share (Kobo)	14	19	10	15

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Cornerstone Insurance Plc.
Report on the Summary Financial Information.

Opinion

The summary financial information, which comprise: the consolidated and separate statements of financial position as at 31 December, 2022; the consolidated and separate statements of profit or loss and other comprehensive income; and the consolidated and separate statements of cash flows for the year are derived from the audited financial statements of Cornerstone Plc for the year ended December 31, 2022.

In our opinion, the accompanying summary financial information are consistent, in all material respects, with the financial statements, in accordance with the Companies and Allied Matters Act (CAMA), 2020 and the Insurance Act, 2003.

Summary Financial Information

The summary financial information do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Matters Act (CAMA), 2020, the Financial Reporting Council of Nigeria Act, 2011, the Insurance Act, 2003 and relevant National Insurance Commission of Nigeria ("NAICOM") Circulars. Reading the summary financial information and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Consolidated and Separate Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 31 March 2022. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period.

Directors' Responsibility for the Summary Financial Information

The Directors are responsible for the preparation of the summary financial information in accordance with the Companies and Allied Matters Act (CAMA), 2020 and the Insurance Act, 2003.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial information are consistent, in all material respects, with the audited consolidated and separate financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Report on Other Legal and Regulatory Requirements

Compliance with the requirements of Schedule 5 of the Companies and Allied Matters Act (CAMA), 2020 and Section 28(2) of the Insurance Act, 2003.


We have obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purpose of our audit.

In our opinion, proper books of account have been kept by the Company, so far as appears from our examination of those books.
The Company's statement of financial position and statement of comprehensive income are in agreement with the books of account.

Penalties

The Company did not pay any penalty in respect of contraventions of the requirements of the National Insurance Commission of Nigeria Guidelines and Circulars during the year ended 31 December 2022

Signed:


Akinyemi J. Ashade, FCA
FRC/2013/ICAN/00000000786
31 March 2023

