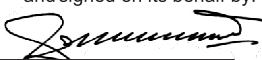


## Statement of Financial Position As at 31 December 2016

	31-Dec-16 N'000	31-Dec-15 N'000
<b>ASSETS</b>		
Cash and cash equivalents	1,417,431	2,122,035
Financial assets	227,272	235,449
Deferred acquisition cost	98,977	85,303
Trade receivables	24,593	35,750
Other receivables and prepayment	91,020	96,884
Reinsurance assets	306,055	255,497
Investment properties	2,093,000	1,902,000
Property, plant and equipment	88,240	114,639
Deferred tax asset	60,279	13,735
Statutory deposits	300,000	300,000
<b>Total assets</b>	<b>4,706,867</b>	<b>5,161,292</b>
<b>Liabilities:</b>		
Trade payables	52,545	59,689
Provision and other payables	89,589	81,366
Insurance contract liabilities	1,006,251	952,697
Income tax payable	40,122	99,115
Employees retirement benefit obligations	-	181,044
<b>Total liabilities</b>	<b>1,188,507</b>	<b>1,373,911</b>
<b>EQUITY &amp; LIABILITIES</b>		
<i>Share capital &amp; reserves:</i>		
Ordinary share capital	3,586,051	3,586,051
Contingency reserve	852,980	794,908
Retained earnings (General reserve)	(912,017)	(688,600)
Employee benefit reserve	-	101,912
Fair value reserve	(8,654)	(6,890)
<b>Total equity</b>	<b>3,518,360</b>	<b>3,787,381</b>
<b>Total equity &amp; liabilities</b>	<b>4,706,867</b>	<b>5,161,292</b>

These Financial Statements were approved by the Board of Directors on 18 May, 2017 and signed on its behalf by:



**Dr. Shehu K. Muhammad**  
Chairman  
FRC/2013/ CIBN/00000003894



**Mrs. Ukachi Orji**  
Managing Director/CEO  
FRC/2013/CIIN/00000003235



**Mr. Godwin Monwuba**  
Chief Financial Officer  
FRC/2013/ ICAN/00000002808

## Statement of Profit or Loss and Other Comprehensive Income

	31-Dec-16 N'000	31-Dec-15 N'000
<b>Premium Written:</b>		
Gross written premium	1,935,725	1,801,328
Changes in unexpired premium	(139,817)	113,450
<b>Premium Income</b>	<b>1,795,908</b>	<b>1,914,778</b>
Reinsurance premium expense	(628,727)	(468,311)
<b>Net insurance premium income</b>	<b>1,167,181</b>	<b>1,446,467</b>
Fees and commission income	177,022	129,385
<b>Net underwriting income</b>	<b>1,344,203</b>	<b>1,575,852</b>
Insurance claims and claims expenses	694,932	689,634
Insurance claims and claims expenses recovered and recoverable from reinsurers	(217,788)	(254,861)
<b>Net insurance benefits and claims</b>	<b>477,144</b>	<b>434,773</b>
Underwriting expenses	820,952	788,043
<b>Total underwriting expenses</b>	<b>1,298,096</b>	<b>1,222,816</b>
<b>Underwriting results</b>	<b>46,107</b>	<b>353,036</b>
Investment income	274,843	445,383
Fair value changes in financial assets FVTPL	11,875	(60,931)
Fair value changes on investment properties	191,000	88,000
Other operating income	25,778	9,146
Allowance for impairment on trade receivables	5,406	(4,498)
Management expenses	(717,454)	(700,302)
<b>Results of operating activities</b>	<b>(162,445)</b>	<b>129,834</b>
Finance charges	(5,708)	(4,810)
<b>(Loss)/Profit before tax</b>	<b>(168,153)</b>	<b>125,024</b>
Income tax (credit)/expense	(26,593)	223,008
<b>Loss for the year from continuing operations</b>	<b>(141,560)</b>	<b>(97,984)</b>
Profit/(loss) for the year from discontinued operations	-	-
<b>Other comprehensive loss, net of taxes</b>	<b>(1,765)</b>	<b>(41,278)</b>
<b>Total Comprehensive loss for the year</b>	<b>(143,325)</b>	<b>(139,262)</b>
<b>Loss per share (kobo)</b>	<b>(3.9)</b>	<b>(2.7)</b>

## Report of the Independent Auditor on the Summary Financial Statements to the Shareholders of KBL Insurance Limited

### Opinion

The summary financial statements which comprise the summary statement of financial position as at 31 December 2016, the summary statement of profit or loss and other comprehensive income for the year ended 31 December 2016 are derived from the audited financial statements of **KBL Insurance Limited** for the year ended 31 December 2016.

In our opinion, the accompanying summary financial statements are consistent, in all material respects with those audited financial statements, in accordance with the International Financial Reporting Standards, the Companies and Allied Matters Act Cap C20 LFN 2004, the Insurance Act CAP I17 LFN 2004, circulars and guidelines issued by the National Insurance Commission (NAICOM) and the Financial Reporting Council of Nigeria Act, 2011.

### Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Matters Act Cap C20 LFN 2004, the Insurance Act CAP I17 LFN 2004, circulars and guidelines issued by the National Insurance Commission (NAICOM) and the Financial Reporting Council of Nigeria Act, 2011 applied in the preparation of the audited financial statements of **KBL Insurance Limited**. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements of **KBL Insurance Limited**.

### The Audited Financial Statements and Our Report Thereon

We expressed an unmodified opinion on the audited financial statements in our report dated 1<sup>st</sup> August, 2017.

### Directors' Responsibility for the Summary Financial Statements

The Directors are responsible for preparing and presenting an appropriate summary of the audited financial statements in accordance with Section 355 of the Companies and Allied Matters Act, Cap C20, LFN 2004, the Insurance Act CAP I17 LFN 2004, circulars and guidelines issued by the National Insurance Commission (NAICOM), the Financial Reporting Council of Nigeria Act, 2011 as applicable to financial summary statements and for such internal controls as the directors determine is necessary to enable the preparation of the summary financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures which were conducted in accordance with International Standards on Auditing (ISA) 810 (revised), Engagements to Report on Summary Financial Statements.

### Report on Other Legal and Regulatory Requirements

The company complied with the sixth schedule of the Companies and Allied Matters Act CAP C20 LFN 2004. No contravention of the sections of the Insurance Act or NAICOM circulars and guidelines came to our knowledge during the year ended 31 December 2016.



**For: Akintola Williams Deloitte**  
Chartered Accountants  
Lagos, Nigeria  
1 August 2017



**Engagement Partner:** Michael Daudu, FCA  
FRC/2013/ICAN/00000000845