

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

### STATEMENT OF FINANCIAL POSITION

	31-Dec-18 N'000	31-Dec-17 N'000
<b>ASSETS</b>		
Cash and cash equivalents	1,930,618	1,786,193
Financial assets	310,040	367,748
Deferred acquisition cost	85,704	93,928
Trade receivables	1,604	-
Non Current Assets Held for Sale	160,000	-
Other receivables and prepayment	55,647	50,919
Reinsurance assets	426,327	273,564
Investment properties	1,981,000	2,165,000
Property, plant and equipment	99,320	115,250
Deferred tax asset	60,277	60,280
Statutory deposits	300,000	300,000
<b>Total assets</b>	<b>5,410,537</b>	<b>5,212,883</b>
<b>Liabilities:</b>		
Trade payables	114,710	118,897
Provisions and other payables	118,380	93,013
Insurance contract liabilities	1,007,822	1,033,494
Income tax payable	80,380	70,563
<b>Total liabilities</b>	<b>1,321,292</b>	<b>1,315,968</b>
<b>EQUITY &amp; LIABILITIES</b>		
Share capital & reserves:		
Ordinary share capital	3,586,051	3,586,051
Contingency reserve	979,760	928,714
Retained earnings (General reserve)	(467,806)	(609,081)
Fair value reserve	(8,761)	(8,769)
<b>Total equity</b>	<b>4,089,245</b>	<b>3,896,915</b>
<b>Total equity &amp; liabilities</b>	<b>5,410,537</b>	<b>5,212,883</b>



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



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



**Mrs. Ukach/Oriji**  
Managing Director/CEO  
FRC/2013/CIIN/00000003235

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	31-Dec -18 N'000	31-Dec -17 N'000
<b>Premium Written:</b>		
Gross written premium	1,701,533	1,971,291
Changes in unexpired premium	147,710	(291)
<b>Premium Income</b>	<b>1,849,243</b>	<b>1,971,000</b>
Reinsurance premium expense	(467,981)	(557,034)
<b>Net insurance premium income</b>	<b>1,381,263</b>	<b>1,413,966</b>
Fees and commission income	137,605	184,907
<b>Net underwriting income</b>	<b>1,518,867</b>	<b>1,598,873</b>
Insurance claims and claims expenses	494,517	478,109
Insurance claims and claims expenses recovered and recoverable from reinsurers	(270,814)	(215,960)
<b>Net insurance benefits and claims</b>	<b>223,703</b>	<b>262,149</b>
Underwriting expenses	720,415	776,288
<b>Total underwriting expenses</b>	<b>944,118</b>	<b>1,038,437</b>
<b>Underwriting results</b>	<b>574,749</b>	<b>560,436</b>
Investment income	278,121	273,489
Fair value changes in financial assets FVTPL	(50,253)	133,155
Fair value changes on investment properties	11,000	70,375
Impairment loss on assets held for sale	(35,000)	-
Other operating income	56,131	5,731
Management expenses	(607,634)	(629,421)
<b>Results of operating activities</b>	<b>227,115</b>	<b>413,766</b>
Finance charges	(4,094)	(4,654)
<b>Profit before tax</b>	<b>223,020</b>	<b>409,112</b>
Income tax (credit)/expense	(30,700)	(30,442)
<b>Profit/(Loss) for the year from continuing operations</b>	<b>192,321</b>	<b>378,671</b>
Profit/(loss) for the year from discontinued operations	-	-
<b>Other Comprehensive Income:</b>		
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Changes in fair value of AFS Investments Net of Deferred tax	8	(114)
<b>Other comprehensive loss, net of taxes</b>	<b>8</b>	<b>(114)</b>
<b>Total Comprehensive loss for the year</b>	<b>192,329</b>	<b>378,556</b>
<b>Earning/(Loss) per share (kobo)</b>	<b>5</b>	<b>11</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 statements of the financial position as at 31<sup>st</sup> December 2018 and the summary statements of comprehensive income for the year ended, are derived from the audited financial statements (the "audited financial statements") of KBL Insurance Limited for the year ended 31 December 2018.

In our opinion, the accompanying summary financial statements are consistent in all material respect, with the audited financial statements, in accordance with the requirements of the Companies and Allied Matters Act, the Nigerian Insurance Act and the Financial Reporting Council of Nigeria Act.

#### 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, the financial Reporting Council of Nigeria Act, the Nigerian Insurance Act and other relevant National Insurance Commission of Nigeria ("NAICOM") guidelines and circulars applied in the preparation of the audited financial statements of the Company. Therefore, reading the summary financial statements and the auditors' report thereon, is not a substitute for reading the audited financial statements and the auditors' report thereon.

#### The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 14 August 2019. 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.

#### Responsibilities of the Directors for the Financial Statements

The directors are responsible for the preparation of summary financial statements that give a true and fair view in accordance with International Financial Reporting Standard (IFRSs) and in the manner required by the Companies and Allied Matters Act, CAP C20, LFN 2004, Financial Reporting Council Act, 2011, the Insurance Act 2003 of Nigeria, the Investments and Securities Act 2007 and National Insurance Commission (NAICOM) circulars.

#### Auditor's Responsibilities for the Audit of the Financial Statements

Our Objectives are to obtain reasonable assurance about whether the summary financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, in accordance with section 359 (1) of the Companies and Allied Matters Act, Cap C20, LFN 2004 and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

#### Report on Other Legal and Regulatory Requirements

In accordance with our full audit report, we confirm that we did not report any exception under the sixth schedule of the Company and Allied Matters Act.

For: SIAO  
(Chartered Accountants)  
Ikoyi, Lagos  
**Engagement Partner: Joshua Ansa, FCA**  
FRC/2013/ICAN/0000001728  
14th August, 2019

