



UNIVERSAL INSURANCE PLC.

RC 2460

8, Gbagada Expressway, Anthony, Lagos, Nigeria. ☎: 01-2934645
Website: www.universalinsuranceplc.com E-mail: info@universalinsuranceplc.com

Report of Statutory Audit Committee

To the Shareholders of Universal Insurance Plc

In accordance with Section 359(6) of the Companies and Allied Matters Act, CAP C20 LFN 2004 we the Members of the Audit Committee of Universal Insurance Plc., have reviewed the audited financial statements of the Company for the year ended 31 December 2016 and based on the documents and information available to us, report as follows;

- a. We have reviewed the scope and planning of the external audit requirements and found them adequate.
- b. We have reviewed the financial statements and are satisfied with the explanations obtained.
- c. We deliberated upon the Management Control Report of the External Auditors and the Management responses provided thereto and are satisfied that appropriate steps are being taken to address the issues raised.
- d. The External Auditors confirmed having received full co-operation from management in course of their statutory audit.

We are of the opinion that the accounting and reporting policies of the Company for the year ended December 31, 2016 are in accordance with the legal requirements and agreed ethical standards.

Mr. C.A.C Opara 21-06-2017
CHAIRMAN, STATUTORY AUDIT COMMITTEE

Members of the Audit Committee:

- | | |
|-------------------------------|----------|
| 1. Mr. C.A.C. Opara | Chairman |
| 2. Mr. Oluwaseun B. Olukoya | Member |
| 3. Mr. Angus Amiolemeh | Member |
| 4. Barr. Gloria Mbanefo | Member |
| 5. Mr. Tony Okocha | Member |
| 6. Pastor Benson Ogbonna Ph.D | Member |

DIRECTORS: LT. GEN. JOSHUA DOGONYARO (CFR, mni) (Chairman), MR. ANTHONY OKOCHA, MRS. SYLVIA IJEOMA AJAGU, BARR. GLORIA N. MBANEFO (Independent), MR. BENEDICT UJOATUONU (MD/CEO), DR. BENSON OGBONNA (Executive), MR. REGINALD ANYANWU (Executive)



Authorised and regulated by the National Insurance Commission. RBC - 041



UNIVERSAL INSURANCE PLC
2017 ANNUAL REPORT & ACCOUNTS

UKWUEGBU, OGBELEJE & CO.

(CHARTERED ACCOUNTANTS) RC. LAZ 029096

23, Rasaki Shittu Street, Isheri-Osun; P.O. Box 53830, Falomo, Lagos.
5, Holy Cross Crescent, Ogba Madam, Shibiru Ojo.
Telephone: 08033006646, 08033047135. E-mail: consultants@uocng.net; Website: www.uocng.net

Partners: Ifechukwu C. Ukwuegbu, B.Sc, ACA, MNCS; Eva C. Ogbeleje, MPA, ACA, ACIT.

Independent Auditor's Report

To the members of Universal Insurance Plc

Report on the audit of the financial statements of Universal Insurance Plc.

What we have audited:

We have audited the accompanying consolidated and separate financial statements of Universal Insurance Plc (the company) and its subsidiary (together the group)

Universal Insurance Plc's consolidated and separate financial statements comprise:

- The consolidated and separate statements of financial position as at 31 December 2016;
- The consolidated and separate statements of comprehensive income for the year then ended;
- The consolidated and separate statements of changes in equity for the year then ended;
- The consolidated and separate statements of cash flows for the year then ended; and
- The notes to the consolidated and separate financial statements, which include a summary of significant accounting policies and other explanatory notes.

Our opinion.

In our opinion, the consolidated financial statements give a true and fair view of the consolidated and separate financial position of Universal Insurance Plc (the company) and its subsidiary (together "the group") as at 31 December 2016, and of their consolidated and separate financial performance and their consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Companies and Allied Matters Act Cap C20 LFN 2004, the Nigerian Insurance Act 117 LFN 2004 circulars and guidelines issued by the National Insurance Commission (NAICOM) and the Financial Reporting Council of Nigeria Act, 2011

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the consolidated and separate financial statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group in accordance with the Institute of Chartered Accountants of Nigeria (ICAN) Professional Code of Conduct and Guide for Accountants and other independent requirements applicable to performing audits of financial statements in Nigeria. We have fulfilled our other ethical responsibilities in accordance with the ICAN Code and in accordance with other ethical requirement applicable to performing audits in Nigeria. The ICAN Code is consistent with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) (Parts A and B).

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter and How our audit addressed it.

Valuation of Insurance contract liabilities
₦497.3 million (refer to note 17)

We focused on this balance because of the complexity involved in the estimation process, and the significant judgements that management and the directors make in determining the balance.

Note 17 to the financial statements describe the elements that make up the insurance contract liabilities balance.

The valuation of the Group's gross and reinsurance incurred but not yet reported claims ("IBNR") reserve is determined in line with the provisions of the Nigerian Insurance Act to the extent that they do not conflict with the requirements of the International Financial Reporting Standards (IFRS). It is dependent on a number of subjective assumptions about future experience.

The economic and non-economic actuarial assumptions applied in estimating amounts for claims incurred at reporting date but not reported to the Group require judgement. Such assumptions include the loss ratio (the total losses paid by an insurance company in the form of claims and adjustment expenses as a proportion of total earned premiums) and recovery rate percentage (derived based on historical recovery to gross claim ratios). These would be determined for previous years based on the claims experience to date where claims and recovery data were available. For classes of business where no claims data is available, the average loss ratio experienced in the industry is used.

This estimate relies on the quality of the underlying data and involves complex and subjective judgements about future events, both internal and external to the business, for which minor changes in assumptions can result in material impacts to the estimate

The valuations are carried out by third party valuers. The valuers are engaged by the Group, and perform their work in accordance with the International Valuation Standards. The valuers used by the Group are well known firms, with experience in the markets in which the Group operates.

Other information

The directors are responsible for the other information. The other information comprises: *Directors' report, Corporate governance report, Management discussion and analysis, Statement of director's responsibilities, Report of the audit committee, Hypothecation, Statement of value added and Five year financial summary* but does not include the consolidated and separate financial statements and our auditor's report thereon, which we obtained prior to the date of this auditor's report, and: *Business and financial highlights report, Chairman's statement, Chief Executive's review, Report of external consultants, Technical, operations and product report, Investment report, Risk management report, Non-dealing period policy* which are expected to be made available to us after that date.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the complete annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of the directors and those charged with governance for the financial statements

The directors are responsible for the preparation of the consolidated and separate financial statements that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of the Companies and Allied Matters Act, the Financial Reporting Council of Nigeria Act and the Nigerian Insurance Act, and for such internal control as the directors determine is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate 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. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated and separate financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

The Companies and Allied Matters Act requires that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) the company has kept proper books of account, so far as appears from our examination of those books and returns adequate for our audit have been received from branches not visited by us;
- iii) the company's statements of financial position and comprehensive income are in agreement with the books of account.


Ukwuegbu, Ogbelaje & Co.
(Chartered Accountants)
Lagos, Nigeria
Engagement Partner: Ifechukwu C. Ukwuegbu
FRC/2014/ICAN/00000010453
June 21, 2017



UNIVERSAL INSURANCE PLC
STATEMENTS OF FINANCIAL POSITION
As at 31 DECEMBER 2016

	NOTES	GROUP		COMPANY	
		31-Dec-16	31-Dec-15	31-Dec-16	30-Dec-15
		N'000	N'000	N'000	N'000
Assets					
Cash and Cash Equivalents	6	581,513	960,418	553,536	933,534
Financial Assets	7	2,845,502	2,057,934	2,845,502	2,057,934
Trade Receivables	8	78,040	84,132	5,429	11,632
Reinsurance Assets	9	84,874	113,062	84,874	113,062
Deferred Acquisition cost	10	24,313	25,516	24,313	25,516
Other Receivables	11	1,763,605	1,733,661	1,752,244	1,709,913
Investment in Subsidiary	12	-	-	1,576,703	1,610,015
Investment Properties	13	5,136,792	4,614,621	1,796,000	1,279,410
Intangible Asset	14	17,369	12,063	17,369	12,062
Property, Plant and Equipment	15	2,952,267	2,883,659	2,905,183	2,840,804
Statutory Deposits	16	335,000	335,000	335,000	335,000
Assets classified as held for sale	12(ii)		798,406	-	-
			-	-	-
Total Assets		13,819,274	13,618,472	11,896,152	10,928,882
Liabilities					
Insurance Contract Liabilities	17	497,301	509,656	497,301	509,656
Borrowings	18	-	-	-	-
Trade payables	19	31,998	13,892	18,385	246
Other payables	20	1,792,531	1,677,123	1,763,746	1,649,390
Employee benefit liability	21	5,043	13,142	5,043	13,142
Income Tax liabilities	22	62,807	83,588	59,314	81,696
Deferred tax liabilities	23	787,005	550,683	697,211	460,890
Liabilities associated with assets classified as held for sale	12(11)		73,880	-	-
Total Liabilities		3,176,686	2,921,964	3,041,001	2,715,020
Equity					
Issued and paid Share capital	24. 1	8,000,000	8,000,000	8,000,000	8,000,000
Share Premium	24. 2	825,018	825,018	825,018	825,018
Contingency Reserves	24. 3	355,415	337,406	355,415	337,406
Fair value reserve	24. 4	1,566,217	778,649	1,566,217	778,649
Fixed asset revaluation reserve	24. 5	2,513,040	3,383,466	757,329	757,329
Retained Earning	24. 6	(2,617,101)	(2,628,033)	(2,648,825)	(2,484,539)
Shareholders funds		10,642,588	10,696,506	8,855,152	8,213,863
Other equity instruments		-	-	-	-
Non - controlling interests		-	-	-	-
TOTAL EQUITY & LIABILITIES		13,819,275	13,618,470	11,896,153	10,928,883

Signed on behalf of the Board of Directors on July 17th ,2017



UJOATUONU BENEDICT
CHIEF EXECUTIVE OFFICER
FRC/2013/CIIN/0000003282



REGINALD ANYANWU
EXECUTIVE DIRECTOR
FRC/2013/NIM/0000003245



SAMUEL U. NDUBUISI
CHIEF FINANCE OFFICER
FRC/2013/ICAN/0000003290

Universal Insurance Plc

		GROUP		COMPANY	
Statement Of Cash Flows					
For the year ended 31 DECEMBER 2016	NOTES	31-Dec-16	31-12-2015	31-Dec-16	31-12-2015
		N'000	N'000	N'000	N'000
Cash flows from operating activities					
Insurance premium received from policy holders, Brokers & Agents, Cedants	8 & 25	542,729	728,685	542,729	728,685
Commission received	27	20,842	16,892	20,842	16,892
Reinsurance receipts in respect of claims	28	54,794	(48,747)	54,794	(48,747)
Reinsurance premium paid	9.2 & 19	(53,049)	(114,552)	(53,049)	(142,316)
Other operating cash payments		(554,761)	(606,922)	(571,115)	(473,648)
Insurance benefits and Claims paid	28	(111,146)	(122,328)	(111,146)	(164,917)
Payments to intermediaries to acquire insurance contracts	29	(82,369)	(138,204)	(82,369)	(131,586)
Interest Received	30	54,500	125,098	54,500	165,386
Dividend Income Received	30	222	626	222	626
Cash generated from operations		(128,239)	(159,452)	(144,593)	(49,625)
Interest Paid		-	-	-	-
Company Income Tax paid	22.2	(54,019)	(50,000)	(54,019)	(50,000)
Net cash provided by operating activities		(182,257)	(209,452)	(198,611)	(99,625)
Cash Flows from Investing Activities					
Purchase of property, plant and equipment		(187,101)	(8,183)	(171,842)	(3,044)
Purchase of Intangible Assets		(9,546)	(6,385)	(9,546)	(6,385)
Investment income and other receipts			137,135	-	854
Unlisted AFS Disposed			12,002		12,002
Net Cash provided by investing activities		(196,647)	134,569	(181,388)	3,427
Cash Flows from Financing Activities					
Proceeds from borrowings		0	0	-	-
Net cash provided by financing activities		-	-	-	-
Net Increase/(decrease) in cash and cash equiv.					
Cash and Cash equivalent at the beginning		960,417	1,035,301	933,535	1,029,733
Net increase/decrease in cash and cash equivalents		(378,904)	(74,884)	(379,999)	(96,198)
Cash and Cash equivalent at the end of period		581,513	960,417	553,536	933,535

Universal Insurance Plc
Notes to the financial statements
For the PERIOD ended 31 DECEMBER 2016

1 General Information:

The financial statements of the company for the period ended 31 DECEMBER 2016 were authorised for issue in accordance with a resolution of the Directors. The company is a public limited company incorporated and domiciled in Nigeria. The corporate head office is located at 8, Gbagada Expressway Anthony, Lagos.

The Company is principally engaged in the business of providing risk underwriting, related financial services and hospitality services to its customers.

2 Summary of significant accounting policies:

The principal accounting policies applied in the preparation of these financial statements are disclosed .

3 Critical accounting estimates and judgements:

The company makes estimates and assumptions that affect the reported amounts of assets and liabilities within the period. Estimates and judgements are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3. (i) Fair value of financial assets:

Available-for-sale financial assets are deemed to be impaired when there has been a significant or prolonged decline in the fair value below its cost. This determination of what is significant or prolonged requires judgement. In making this judgement, group evaluates the normal volatility in share price, the financial health of the investee industry and sector performance, technological changes and cashflow among other factors.

The fair value of financial instruments where no active market exists or where quoted prices are not available are determined by using valuation techniques. In these cases, the fair values are estimated from observable data derived for that instrument and valued in the case of the group, by applying the ruling exchange rate at close of business.

3. (ii) Liabilities arising from insurance contract:

Liabilities for unpaid claims are estimated on case by case basis. The reserves made for claims fluctuate based on the nature and severity of the claim reported. Claims incurred but not reported (IBNR) are determined using statistical analyses. The group believes that the reserves are adequate for the period.

3. (iii) Impairment or receivables:

In accordance with the accounting policy, the Company tests annually whether premium receivables have suffered any impairment on individual bases. The recoverable amounts of the premium receivables have been determined based on the incurred loss model. These calculations require the use of estimates.

4 Insurance and Financial risks management

The Company issues contracts that transfer insurance risk or financial risk or both.

4 (i) Financial risk management

The company monitors and manages the financial risks relating to the operations of the company through internal risk reports which analyse exposures by degree and magnitude of risks. These risks include market risk, credit risk and liquidity risk.

4 (ii) Market risk

Market risk is the risk of adverse financial impact as a consequence of market movements such as currency exchange rates, 'interest rates and other price changes. Market risks arises due to fluctuations in both value of assets and liabilities. The company has established policies and procedures in order to manage market risk.

4 (iii) Interest rate risk management

Interest rate risk is the risk that the value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The company is exposed to interest rate risk as the company invest in short term investments at fixed interest rates. 'Interest rate risk also exists in products sold by the company. The company manages this risk by adopting close asset/liability matchin criteria, to minimise the impact of mismatches between asset and liability values arising from interest rate movements.

4 (iv) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the company. The areas of exposure to credit risk for the company are in relation to loans on intermediaries and advance payment for services

The company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral ' where appropriate, as a means of mitigating the risk of financial loss from defaults. Loans and receivables from intermediaries and suppliers generally do not have a credit rating.

4v Liquidity risk

Liquidity risk is the risk that the company cannot meet its obligations associated with financial liabilities as they fall due. The company has adopted an appropriate liquidity risk management framework for the management of the company's liquidity requirements. The company manages liquidity risk by maintaining banking facilities and reserve borrowing facilities by continuously monitoring forecast and actual cashflows and matching the maturity profiles of assets and liabilities. The company is exposed to liquidity risk arising from clients on its insurance contracts. In respect of catastrophic events, there is liquidity risk from a difference in timing between claim payments and recoveries thereon from reinsurers.

Liquidity management ensures that the company has sufficient access to funds necessary to cover insurance claims, and maturing liabilities. The company's assets contain marketable securities which could be converted into cash when required.

5 Insurance Risks management

The company accepts insurance risk through its insurance contracts and certain investments contracts where it assumes the risk of loss from persons or organisations to the underlying loss.

The company is exposed to the uncertainty surrounding the timing,

The company manages its risk via its underwriting and reinsurance strategy within an overall risk management framework. Pricing is based on assumptions which have regard to trends and past experience. Exposures are managed by having documented underwriting limits and criteria. Reinsurance is purchased to mitigate the effect of potential loss to the company from individual large or catastrophic events and also to provide access to specialist risks and to assist in managing capital. Reinsurance policies are written with approved reinsurers on either a proportional or excess of loss treaty basis.

The company writes general insurance businesses. The most significant risks arise from persistency, longevity, morbidity, expense variations and investment returns. Concentration of risk may arise from geographic regions, epidemics, accumulation of risks and market risk.

5 (i) Capital Management

The company manages its capital to ensure that the company will be able to continue as a going concern and comply with the regulators' capital requirements of the markets in which the company operates while maximising the return to stakeholders through the optimisation of the debt and equity balance. The capital structure of the company consists of equity attributable to equity holders of the parent, comprising issued capital, reserves and retained earnings. Reinsurance is also used as part of capital management.

	GROUP		COMPANY	
	31-12-16	31-12-15	31-12-2016	31-12-2015
6 Cash and Cash Equivalents				
This comprises of:	N'000	N'000	N'000	N'000
Cash In Hand	15,337	424	15,337	424
Current Account Balances	207,319	724,533	179,342	697,649
Placement with banks	358,856	235,461	358,856	235,461
Total	581,513	960,418	553,536	933,534
tenored deposits				
7 Financial asset				
This comprises of:				
Financial assets at fair value through profit or loss	617,851	618,021	617,851	618,021
Available-for-sale financial assets	2,227,651	1,439,913	2,227,651	1,439,913
Financial assets	2,845,502	2,057,934	2,845,502	2,057,934
Current	617,851	618,021	617,851	618,021
Non-current	2,227,651	1,439,913	2,227,651	1,439,913
(a) Financial assets at fair value through profit or loss				
<i>Equity securities</i>				
-Listed	618,021	621,679	618,021	621,679
Net impairment gain/(loss)	(170)	(3,658)	(170)	(3,658)
	617,851	618,021	617,851	618,021
Adjustment for items omitted in accounts				
Net impairment gain/(loss)	-	-	-	-
Total financial assets at fair value through profit or loss	617,851	618,021	617,851	618,021
Current	617,851	618,021	617,851	618,021
Non-current	-	-	-	-
(b) Available-for-sale financial assets				
<i>Equity securities</i>				
-Unlisted	1,439,913	1,237,866	1,439,913	1,237,866
Addition/(disposal) during the year	-	(10,459)	-	(10,459)
Fair value gain/(loss) on AFS unlisted equity	787,738	212,506	787,738	212,506
Total Equity securities	2,227,651	1,439,913	2,227,651	1,439,913
Fair value gain/(loss) on AFS unlisted equity	-	-	-	-
Total available-for-sale financial assets	2,227,651	1,439,913	2,227,651	1,439,913
Current	-	-	-	-
Non-current	2,227,651	1,439,913	2,227,651	1,439,913

Investments in MTN Nigeria were fair valued using the closing exchange rates applicable to their respective balances as at 31 December. A fair value gain/(loss) of N787,738 Million (2015:(N212,506 Million)) derived has been considered in this report.

	GROUP		COMPANY	
	31-12-16	31-12-15	31-12-2016	31-12-2015
8 Trade Receivables				
Insurance receivables	5,429	11,632	5,429	11,632
Net impairment gain/(loss)	-	-	-	-
	5,429	11,632	5,429	11,632
Trade receivables	72,611	188,884	-	-
Net impairment gain/(loss)	0	(116,384)	-	-
	72,611	72,500	-	-
Balance end of year	78,040	84,132	5,429	11,632
Current	78,040	84,132	5,429	11,632
Non-current	-	-	-	-

8.1 Insurance receivables

Premium receivable from agents, brokers and intermediaries

	GROUP		COMPANY	
	31-12-2016	31-12-2015	31-12-2016	31-12-2015
Due from agents	-	-	-	-
Due from brokers	3,018	3,853	3,018	3,853
Due from insurance companies	2,412	7,779	2,412	7,779
Due from insurance companies	-	-	-	-
	5,429	11,632	5,429	11,632

8.1a Movements on the allowance for impairment of receivables arising out of direct insurance arrangements are as follows:

	GROUP		COMPANY	
	31-12-2016	31-12-2015	31-12-2016	31-12-2015
At beginning of year	233,065	233,065	233,065	233,065
Provision for impairment	-	-	0	0
Amount written off during the year as uncollectible	-	-	0	0
At end of year (31 Dec 2016)	233,065	233,065	233,065	233,065

	GROUP		COMPANY	
	31-12-2016	31-12-2015	31-12-2016	31-12-2015
9 Reinsurance Assets				

	N'000	N'000	N'000	N'000
Reinsurance Prepaid	265	265	265	265
PREPAID MINIMUM AND DEPOSIT (M & D) Oil & Gas/Treaty	11,819	11,819	11,819	11,819
REINSURANCE RECOVERY ON CLAIMS(IBNR)	73,214	73,214	73,214	73,214
REINSURANCE RECOVERY ON (UPR)	27,764	27,764	27,764	27,764
	<u>113,062</u>	<u>113,062</u>	<u>113,062</u>	<u>113,062</u>
ALLOWANCE FOR IMPAIRMENT	(28,188)	-	(28,188)	-
Total Reinsurance Assets	<u>84,874</u>	<u>113,062</u>	<u>84,874</u>	<u>113,062</u>
Current	84,874	113,062	84,874	113,062
Non-current				
9.1 IMPAIRMENT:		-		
Minimum and Deposit (M&D)	6,225	(6,303)	6,225	(6,303)
Reinsurance Recovery on Claims (IBNR)	(44,455)	(14,379)	(44,455)	(14,379)
Reinsurance Recovery on (UPR)	10,042	17,825	10,042	17,825
	<u>(28,188)</u>	<u>(2,857)</u>	<u>(28,188)</u>	<u>(2,857)</u>
9.2 Movements on Reinsurance Assets are as follows:				
At beginning of year	(2,857)	(6,303)	(2,857)	(6,303)
Additions during the year	84,086	138,680	84,086	138,680
Amortised in the year (Reinsurance Expenses)	(71,188)		(71,188)	
		<u>(114,552)</u>		<u>(114,552)</u>
Balance at end of year	<u>10,041</u>	<u>17,825</u>	<u>10,041</u>	<u>17,825</u>
9.3 MOVEMENT IN REINSURANCE SHARE OF OUTSTANDING CLAIMS AND IBNR				
Balance at the Beginning	100,978	21,869	100,978	21,869
Increase/(Decrease) during the Year	(34,413)	79,109	(34,413)	79,109
Balance at the year end	<u>66,565</u>	<u>100,978</u>	<u>66,565</u>	<u>100,978</u>
9.4 MOVEMENT IN REINSURANCE SHARE OF RECOVERABLE ON CLAIMS RESERVE				
Balance at the Beginning	14,379	83,900	14,379	83,900
Increase/(Decrease) during the Year	117,669	(69,521)	117,669	(69,521)
Allowance for impairment	-	-	-	-
Balance at the year end	<u>132,048</u>	<u>14,379</u>	<u>132,048</u>	<u>14,379</u>
10 Deferred acquisition				
Deferred acquisition costs represent commissions on unearned premium relating to the unexpired period of risks and comprise:				
	31-12-16	31-12-2015	31-12-2016	31-12-2015
	N'000	N'000	N'000	N'000
Motor	5,760	3,585	5,760	3,585
Fire	4,203	4,650	4,203	4,650
General accident	4,290	9,081	4,290	9,081
BOND	209	2	209	2
ENGINEERING	1,136	2,397	1,136	2,397
OIL & GAS	133	5,764	133	5,764
AVIATION	-	-	-	-
Marine	714	37	714	37
Additional (DCA) per actuarial valuation Report	7,867		7,867	
	<u>24,313</u>	<u>25,516</u>	<u>24,313</u>	<u>25,516</u>
10.1 Movement in deferred acquisition cost				
At beginning of year	25,516	32,135	25,516	32,135
Changes during the year	(1,203)	(6,619)	(1,203)	(6,619)
At end of year	<u>24,313</u>	<u>25,516</u>	<u>24,313</u>	<u>25,516</u>
Due within 12 months	24,313	25,516	24,313	25,516
Due after more than 12 months	-	-	0	-
10.1a Additional (DCA) per actuarial valuation Report	N'000	N'000	N'000	N'000
Motor	1,315	-	1,315	-
Fire	(38)	-	(38)	-
General Accident	(572)	-	(572)	-
Bond	(5,812)	-	(5,812)	-
Engineering	24	-	24	-
Oil & Gas	-	-	-	-
Aviation	(120)	-	(120)	-
Marine	(2,664)	-	(2,664)	-
	<u>(7,867)</u>	<u>-</u>	<u>(7,867)</u>	<u>-</u>
11 Other Receivables and prepayments				
The balance is analysed as follow:				
Prepayment	135,641	92,572	135,641	92,572
Other loans and receivables	2,337,679	2,355,525	2,323,838	2,324,576
Other loans and receivables from related parties	31,460	31,460	31,460	31,460
Stock of raw materials	9,074	4,353	-	-
	<u>2,513,854</u>	<u>2,483,910</u>	<u>2,490,939</u>	<u>2,448,608</u>
Impairment of other loans and receivables	(750,249)	(750,249)	(738,695)	(738,695)
Balance at period end	<u>1,763,605</u>	<u>1,733,661</u>	<u>1,752,244</u>	<u>1,709,913</u>

