

**CORNERSTONE INSURANCE PLC**

**UNAUDITED FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

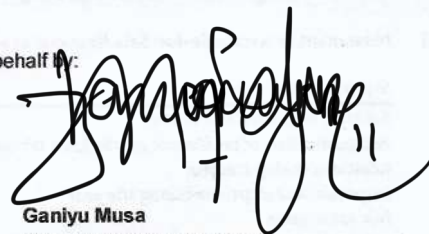
**CORNERSTONE INSURANCE PLC**
**Consolidated and Separate Statement of Financial Position**  
**As at 30 September, 2020**

Notes	9 Months	9 Months	12 Months	9 Months	9 Months	12 Months	
	Sep-20	Sep-19	Dec- 2019	Sep-20	Sep-19	Dec- 2019	
	Group			Company			
	N'000	N'000	N'000	N'000	N'000	N'000	
<b>ASSETS</b>							
Cash and cash Equivalents	6	12,689,665	5,387,721	12,649,384	7,905,397	4,627,939	8,193,360
Financial Assets	7	14,867,857	11,399,566	12,661,308	13,219,244	9,442,274	11,169,338
Trade receivable	8	305,812	99,507	60,183	287,737	89,506	58,100
Other receivables and prepayments	9	319,170	9,121,082	405,460	319,606	5,321,426	434,060
Reinsurance assets	10	6,806,461	5,185,091	4,732,524	6,337,061	4,615,700	4,352,840
Deferred acquisition cost	11	450,515	374,466	257,866	350,174	312,141	219,592
Investment in Joint venture	12	554,305	-	554,305	293,116	-	293,116
Investment in subsidiaries	13	-	-	-	2,954,747	2,954,748	2,954,747
Investment property	14	560,000	532,000	560,000	-	-	-
Property, plant and equipment	15	2,086,135	2,047,725	1,904,212	608,828	640,826	639,309
Intangible assets	16	18,258	35,076	29,364	16,533	34,386	29,364
Deferred tax assets	23(d)	338,923	338,923	338,923	338,923	338,923	338,923
Statutory deposits	17	1,000,000	1,000,000	1,000,000	700,000	700,000	700,000
<b>Total Assets</b>		<b>39,997,101</b>	<b>35,521,157</b>	<b>35,153,529</b>	<b>33,331,366</b>	<b>29,077,869</b>	<b>29,382,749</b>
<b>Liabilities:</b>							
Investment contract liabilities	18	3,487,712	2,915,628	3,406,701	3,487,712	2,915,630	3,406,701
Insurance contract liabilities	19	17,022,172	13,661,769	11,730,130	15,666,295	12,495,287	10,703,380
Trade payables	20	863,686	1,970,479	3,591,779	812,496	1,741,113	3,481,119
Other payables and accruals	21	909,847	938,592	801,176	489,942	614,241	642,407
Deferred commission income	22	664,093	402,365	265,073	614,818	358,256	231,961
Current tax liabilities	23(a)	558,555	777,190	476,717	381,974	526,138	318,953
Deferred tax liabilities	23(d)	-	208,382	-	-	-	-
Employees retirement benefit obligations	24	5,410	3,615	3,577	3,386	1,591	1,553
<b>Total Liabilities</b>		<b>23,511,475</b>	<b>20,878,020</b>	<b>20,275,153</b>	<b>21,456,623</b>	<b>18,652,256</b>	<b>18,786,074</b>
<b>EQUITY &amp; LIABILITIES</b>							
<i>Share capital &amp; reserves:</i>							
Ordinary share capital	26(a)	7,364,754	7,364,754	7,364,754	7,364,754	7,364,754	7,364,754
Share premium	26(b)	1,947,166	1,947,166	1,947,166	1,947,166	1,947,166	1,947,166
Treasury shares	26(c)	(48,175)	(48,175)	(48,175)	(48,175)	(48,175)	(48,175)
Accumulated losses	26(d)	1,955,211	624,471	1,392,250	(1,567,061)	(2,589,095)	(1,844,004)
Contingency reserve	26(e)	3,907,108	3,062,751	3,545,360	3,232,555	2,652,029	2,942,312
AFS Fair value reserve	26(f)	1,098,269	1,487,952	426,306	945,504	1,098,934	234,622
<b>Equity attributable to owners of the company</b>		<b>16,224,333</b>	<b>14,438,919</b>	<b>14,627,661</b>	<b>11,874,743</b>	<b>10,425,613</b>	<b>10,596,675</b>
Non Controlling interest(NCI)	26g	261,293	204,218	250,715	-	-	-
<b>Total Equity</b>		<b>16,485,626</b>	<b>14,643,137</b>	<b>14,878,376</b>	<b>11,874,743</b>	<b>10,425,613</b>	<b>10,596,675</b>
<b>Total Equity &amp; Liabilities</b>		<b>39,997,101</b>	<b>35,521,157</b>	<b>35,153,529</b>	<b>33,331,366</b>	<b>29,077,869</b>	<b>29,382,749</b>

These financial statements were approved by the Board on 15 October 2020 and signed on its behalf by:



**Kehinde Olorundare**  
**Chief Financial Officer**  
**FRC/2013/ICAN/0000000731**



**Ganiyu Musa**  
**Group Managing Director**  
**FRC/2013/ICAN/00000003110**

**CORNERSTONE INSURANCE PLC**
**Consolidated and Separate Statement of Profit or Loss and Other  
Comprehensive income for the period ended 30 September 2020**

Notes	Sep-20 Group N'000	Sep-19 Group N'000	Sep-20 Company N'000	Sep-19 Company N'000	
<b>Gross Premium Written</b>	27(a)	12,666,178	10,817,065	11,476,832	9,712,020
Change in unearned premium	27(b)	(1,572,706)	(1,209,585)	(1,344,246)	(1,031,916)
<b>Gross Premium Earned</b>		11,093,472	9,607,479	10,132,585	8,680,103
Changes in annuity life fund	27(d)	(1,965,383)	(414,980)	(1,965,383)	(414,980)
Reinsurance Expenses	27(e)	(5,508,919)	(4,737,821)	(5,047,660)	(4,197,852)
<b>Net Premium Earned</b>		3,619,170	4,454,678	3,119,542	4,067,271
Fees and commission income	28	1,123,142	827,790	1,020,918	728,109
<b>Net underwriting income</b>		4,742,312	5,282,469	4,140,461	4,795,380
<b>Claims Expenses:</b>					
Gross Claims Paid	29	(3,366,672)	(3,128,476)	(3,015,209)	(2,931,823)
Annuity Pay Out	29	(197,612)	(143,874)	(197,612)	(143,874)
Movement in Outstanding claims	29	(1,753,954)	(877,921)	(1,653,286)	(869,338)
Insurance claims recoverable from reinsurance Companies	29	2,943,028	1,994,341	2,881,705	1,825,074
<b>Net Claims expenses</b>		(2,375,209)	(2,155,929)	(1,984,402)	(2,119,961)
Acquisition cost	30(a)	(1,306,748)	(1,272,042)	(1,155,733)	(1,138,387)
Maintenance cost	30(b)	(344,880)	(385,629)	(291,027)	(323,134)
<b>Net Underwriting expenses</b>		(1,651,627)	(1,657,671)	(1,446,761)	(1,461,521)
<b>Underwriting result</b>		715,475	1,468,869	709,299	1,213,898
Loss on deposit administration / investment contracts	18(a)	-	-	-	-
Investment income on financial assets	31	1,322,776	908,986	1,007,013	702,168
Fair value changes in investment property	14	-	-	-	-
Fair value changes in financial assets - FVTPL	32	1,151,760	3,065,372	996,530	2,124,419
Net exchange gain	33(a)	617,929	45,534	298,972	37,158
Net trading income	33(b)	-	-	-	-
Operating income	34	143,959	82,704	115,349	76,149
Share of Profit from joint ventures	12(c)	-	-	-	-
Allowance for impairment losses	35	(640,260)	-	(640,260)	-
Personnel expenses	36	(1,297,594)	(1,295,925)	(1,040,944)	(1,067,182)
Depreciation	15	(131,053)	(119,317)	(92,047)	(93,203)
Amortisation	16	(13,584)	(16,657)	(13,535)	(14,913)
Other operating expenses	37	(821,599)	(987,947)	(691,778)	(865,577)
Finance cost	38	(41,262)	(20,123)	(18,392)	(12,282)
<b>Profit/(loss) before tax</b>		1,006,547	3,131,497	630,207	2,100,634
Income tax expense	23(b)	(81,838)	(313,150)	(63,021)	(210,063)
<b>Profit/(Loss) for the year</b>		924,709	2,818,347	567,186	1,890,571
Attributable to shareholders		912,839	2,799,636	567,186	1,890,571
Attributable to non-controlling interest holders		11,870	18,710	-	-
		924,709	2,818,347	567,186	1,890,571
<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)	671,963	1,412,732	710,882	1,031,672
Foreign currency gain on available for sale securities	7(a)(ii)	-	-	-	-
Related tax	23(d)	-	-	-	-
		671,963	1,412,732	710,882	1,031,672
<b>Other Comprehensive Income, net of taxes</b>		671,963	1,412,732	710,882	1,031,672
<b>Total Comprehensive Income for the year</b>		1,596,672	4,231,079	1,278,068	2,922,242
Attributable to shareholders		1,586,095	4,236,758	1,278,068	2,922,242
Attributable to non-controlling interest		10,578	(5,679)	-	-
		1,596,672	4,231,079	1,278,068	2,922,242
Other comprehensive income, net of tax					
Basic and diluted earning per share (Kobo)	39	6	19	4	13

**CORNERSTONE INSURANCE PLC**
**Consolidated and Separate Statement of Profit or Loss and Other  
Comprehensive income from 1 July to 30 September 2020**

	July - September 2020 Group N'000	July - September 2019 Group N'000	July - September 2020 Company N'000	July - September 2019 Company N'000
<b>Gross Premium Written</b>	4,624,516	3,099,715	4,299,558	2,797,507
Change in unearned premium	(297,104)	122,314	(319,370)	56,075
<b>Gross Premium Earned</b>	<b>4,327,412</b>	<b>3,222,029</b>	<b>3,980,188</b>	<b>2,853,582</b>
Changes in annuity life fund	(1,316,458)	(92,048)	(1,316,458)	(92,048)
Reinsurance Expenses	(1,847,450)	(1,593,360)	(1,669,920)	(1,383,125)
<b>Net Premium Earned</b>	<b>1,163,503</b>	<b>1,536,621</b>	<b>993,810</b>	<b>1,378,409</b>
Fees and commission income	426,182	289,950	389,648	256,284
<b>Net underwriting income</b>	<b>1,589,685</b>	<b>1,826,570</b>	<b>1,383,458</b>	<b>1,634,692</b>
<b>Claims Expenses:</b>				
Gross Claims Paid	(1,290,441)	(375,300)	(1,138,634)	(331,640)
Annuity Pay Out	(79,155)	(50,175)	(79,155)	(50,175)
Movement in Outstanding claims	(85,115)	(495,299)	(125,484)	(486,346)
Insurance claims recoverable from reinsurance Companies	749,705	187,507	776,255	163,167
<b>Net Claims expenses</b>	<b>(705,007)</b>	<b>(733,267)</b>	<b>(567,018)</b>	<b>(704,995)</b>
Acquisition cost	(527,200)	(529,865)	(468,264)	(479,032)
Maintenance cost	(151,409)	(158,465)	(136,039)	(142,808)
<b>Net Underwriting expenses</b>	<b>(678,609)</b>	<b>(688,330)</b>	<b>(604,303)</b>	<b>(621,841)</b>
<b>Underwriting result</b>	<b>206,069</b>	<b>404,973</b>	<b>212,137</b>	<b>307,857</b>
Loss on deposit administration / investment contracts	-	-	-	-
Investment income on financial assets	512,222	357,869	373,419	282,110
Fair value changes in investment property	-	-	-	-
Fair value changes in financial assets - FVTPL	695,849	2,634,003	540,620	1,693,050
Net exchange gain	(70,343)	34,443	(61,905)	37,158
Net trading income	-	-	-	-
Operating income	33,274	27,222	4,723	23,529
Share of Profit from joint ventures	-	-	-	-
Allowance for impairment losses	(640,260)	-	(640,260)	-
Personnel expenses	(417,343)	(400,638)	(340,226)	(327,096)
Depreciation	(40,755)	(37,386)	(29,051)	(30,634)
Amortisation	(4,482)	(4,951)	(4,432)	(4,581)
Other operating expenses	(369,844)	(430,297)	(333,366)	(386,590)
Finance cost	1,315	(11,253)	3,453	(10,217)
<b>Profit/(loss) before tax</b>	<b>(94,297)</b>	<b>2,573,986</b>	<b>(274,889)</b>	<b>1,584,587</b>
Income tax expense	18,459	(257,399)	27,489	(158,459)
<b>Profit/(Loss) for the year</b>	<b>(75,838)</b>	<b>2,316,588</b>	<b>(247,400)</b>	<b>1,426,128</b>
Attributable to shareholders	(81,534)	2,301,208	(247,400)	1,426,127
Attributable to non-controlling interest holders	5,696	15,379	-	-
	<b>(75,838)</b>	<b>2,316,588</b>	<b>(247,400)</b>	<b>1,426,127</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	(35,635)	(510,082)	65,239	(407,714)
Foreign currency gain on available for sale securities	-	-	-	-
Related tax	-	-	-	-
	(35,635)	(510,082)	65,239	(407,714)
<b>Other Comprehensive Income, net of taxes</b>	<b>(35,635)</b>	<b>(510,082)</b>	<b>65,239</b>	<b>(407,714)</b>
<b>Total Comprehensive Income for the year</b>	<b>(111,473)</b>	<b>1,806,506</b>	<b>(182,160)</b>	<b>1,018,414</b>
Attributable to shareholders	(113,820)	1,808,930	(182,160)	1,018,414
Attributable to non-controlling interest	2,347	(2,425)	-	-
	<b>(111,473)</b>	<b>1,806,505</b>	<b>(182,160)</b>	<b>1,018,414</b>

CORNERSTONE INSURANCE PLC

Consolidated and Separate Statement of Financial Position

Statement of Changes in Equity  
for the period ended 30 September 2020

Group

	Share Capital	Share Premium	Accumulated losses	Treasury shares	Contingency Reserve	AFS Fair Value Reserve	Revaluation reserve	Shareholders' Equity	Non Controlling Interest	Total
<b>As at 1 January 2020</b>	7,364,754	1,947,166	1,392,250	(48,175)	3,545,360	426,306	-	14,627,661	250,715	<b>14,878,376</b>
Total comprehensive income for the year								-		-
Profit for the year		-	924,709		-			924,709	10,578	935,287
Revaluation gain on property and equipment								-		-
Fair value changes on AFS securities						671,963		671,963		671,963
Deferred tax								-		-
Changes in fair value of AFS Investments	-	-						-		-
<b>Total Comprehensive Income for the year</b>	-	-	<b>924,709</b>	-	-	<b>671,963</b>	-	<b>1,596,672</b>	<b>10,578</b>	<b>1,607,250</b>
Prior year adjustment								-		-
Transfer to Contingency Reserve			(361,748)		361,748			-		-
Total contributions by and distributions to equity holders	-	-	(361,748)	-	361,748	-	-	-	-	-
<b>Balance as at 30 September 2020</b>	<b>7,364,754</b>	<b>1,947,166</b>	<b>1,955,211</b>	<b>(48,175)</b>	<b>3,907,108</b>	<b>1,098,269</b>	-	<b>16,224,333</b>	<b>261,293</b>	<b>16,485,626</b>

Statement of Changes in Equity  
for the year ended 31 December 2019

Group

	Share Capital	Share Premium	Accumulated losses	Treasury shares	Contingency Reserve	AFS Fair Value Reserve	Revaluation reserve	Shareholders' Equity	Non Controlling Interest	Total
<b>As at 1 January 2019</b>	7,364,754	1,947,166	(1,921,005.00)	(48,175)	2,789,880	75,220	-	10,207,840	204,218	10,412,058
Total comprehensive income for the year								-		-
Profit for the year		-	4,068,735		-			4,068,735	40,188	4,108,923
Revaluation gain on property and equipment	-	-	-	-	-			-		-
Fair value changes on AFS securities	-	-	-	-	-	351,086		351,086	6,309	357,395
Deferred tax	-	-	-	-	-			-		-
Total Comprehensive Income for the year	-	-	<b>4,068,735.00</b>	-	-	<b>351,086.00</b>	-	<b>4,419,821.00</b>	<b>46,497.00</b>	<b>4,466,318.00</b>
Transfer to Contingency Reserve	-	-	(755,480)	-	755,480			-		-
Total contributions by and distributions to equity holders	-	-	(755,480)	-	755,480	-	-	-	-	-
<b>Balance as at 31 December 2019</b>	<b>7,364,754</b>	<b>1,947,166</b>	<b>1,392,250</b>	<b>(48,175)</b>	<b>3,545,360</b>	<b>426,306</b>	-	<b>14,627,661</b>	<b>250,715</b>	<b>14,878,376</b>

**CORNERSTONE INSURANCE PLC**

**Statement of Changes in Equity  
for the period ended 30 September 2020**

**Company**

	Share Capital	Share Premium	Accumulated losses	Treasury shares	Contingency Reserve	AFS Fair Value Reserve	Revaluation reserve	Shareholders' Equity	Non Controlling Interest	Total
As at 1 January 2020	7,364,754	1,947,166	(1,844,004)	(48,175)	2,942,312	234,622	-	10,596,675	-	10,596,675
Total comprehensive income for the year	-	-	567,186	-	-	-	-	567,186	-	567,186
Profit/(Loss) for the year	-	-	567,186	-	-	-	-	567,186	-	567,186
Revaluation gain on property and equipment	-	-	-	-	-	-	-	-	-	-
Fair value changes on AFS securities	-	-	-	-	-	710,882	-	710,882	-	710,882
Deferred tax	-	-	-	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the year</b>	-	-	567,186	-	-	710,882	-	1,278,068	-	1,278,067.63
Prior year adjustment	-	-	-	-	-	-	-	-	-	-
Transfer to Contingency Reserve	-	-	(290,244)	-	290,244	-	-	-	-	-
Total contributions by and distributions to equity holders	-	-	(290,244)	-	290,244	-	-	-	-	-
Balance as at 30 September 2020	7,364,754	1,947,166	(1,567,061)	(48,175)	3,232,555	945,504	-	11,874,743	-	11,874,743

**Statement of Changes in Equity  
for the year ended 31 December 2019**

**Company**

	Share Capital	Share Premium	Accumulated losses	Treasury shares	Contingency Reserve	AFS Fair Value Reserve	Revaluation reserve	Shareholders' Equity	Non Controlling Interest	Total
<b>As at 1 January 2019</b>	7,364,754	1,947,166	(4,267,842.00)	(48,175)	2,428,926	67,262	-	7,492,091	-	7,492,091
Total comprehensive income for the year	-	-	2,937,224	-	-	-	-	2,937,224	-	2,937,224
Profit for the year	-	-	2,937,224	-	-	-	-	2,937,224	-	2,937,224
Revaluation gain on property and equipment	-	-	-	-	-	-	-	-	-	-
Transfer from reserves from merger (see note 25)	-	-	-	-	-	-	-	-	-	-
Fair value changes on AFS securities	-	-	-	-	-	167,360	-	167,360	-	167,360
Deferred tax	-	-	-	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the year</b>	-	-	2,937,224	-	-	167,360.00	-	3,104,584.00	-	3,104,584.00
Transfer to Contingency Reserve	-	-	(513,386)	-	513,386	-	-	-	-	-
Total contributions by and distributions to equity holders	-	-	(513,386)	-	513,386	-	-	-	-	-
Balance as at 31 December 2019	7,364,754	1,947,166	(1,844,004)	(48,175)	2,942,312	234,622	-	10,596,675	-	10,596,675

Statement of Cash Flows for the period ended 30 September 2020

	Note	Sep-20 Group N'000	Sep-19 Group N'000	Sep-20 Company N'000	Sep-19 Company N'000
<b>Operating activities</b>					
Insurance premium received	39(i)	12,420,549	10,853,580	11,247,195	9,756,966
Deposit liabilities -contribution during the year	18	1,052,471	1,051,442	1,052,471	1,051,442
Deposit liabilities -Withdrawal during the year	18	(971,821)	(1,491,333)	(971,821)	(1,491,333)
Reinsurance premium paid	39(iii)	(4,985,861)	(5,553,836)	(4,518,337)	(4,829,674)
Reinsurance commission received	28	1,123,142	827,790	1,020,918	728,109
Insurance benefits and claims paid	29	(3,564,284)	(3,272,350)	(3,212,821)	(3,075,697)
Reinsurance claims received		2,074,028	1,994,341	2,012,705	1,825,073
Commission paid	30(a)	(1,500,263)	(1,357,835)	(1,287,182)	(1,202,648)
Maintenance cost paid	30(b)	(344,880)	(385,629)	(291,027)	(323,134)
Employee cost	32	(1,297,594)	(1,295,925)	(1,040,944)	(1,067,182)
		4,005,488	1,370,246	4,011,157	1,371,921
Other operating cashflow		535,893	(1,648,235)	(174,330)	(894,479)
Net cash used in operating activities		4,541,381	(277,989)	3,836,827	477,442
<b>Cash flows from investing activities:</b>					
Additions to intangible assets	16	(2,479)	(2,916)	(704)	(2,916)
Proceeds from sale of property and equipment	39(ii)	46,589		13,565	
Investment in joint venture		-		-	
Purchase of property and equipment	15	(79,385)	(40,813)	(65,720)	(139,808)
Financial assets Purchase during the year		(5,735,588)		(5,060,552)	
Financial assets redeemed during the year			553,069		146,700
Dividends received	31	277,525	334,559	218,989	261,220
Interest received	31	1,033,500	594,736	788,024	461,257
Net cash generated from/ used provided by investing activities	-	(4,459,838)	1,438,636	(4,106,398)	726,453
<b>Cash flows from financing activities:</b>					
Finance cost	38	(41,262)		(18,392)	
Net Increase/ (decrease) in cash and cash equivalents		40,281	1,160,647	(287,963)	1,203,895
Cash and cash equivalents at beginning of year		12,649,384	4,227,075	8,193,360	3,424,044
Cash and cash equivalents at end of year		12,689,665	5,387,722	7,905,397	4,627,939

**CORNERSTONE INSURANCE PLC**  
**General Business Company revenue account**  
**For the period ended 30 September 2020**

			General	Marine and				Total	Total
	Motor	Fire	Accident	Aviation	Bond	Engineering	Oil and Gas	2020	2019
	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000	N' 000
<b>Income</b>									
Direct premium	1,030,158	857,648	661,986	1,043,656	17,276	1,437,580	1,585,316	6,633,619	6,294,376
Inward premium	5,314	4,278	887	-	-	19	-	10,499	7,299
<b>Gross premium written</b>	<b>1,035,472</b>	<b>861,927</b>	<b>662,873</b>	<b>1,043,656</b>	<b>17,276</b>	<b>1,437,599</b>	<b>1,585,316</b>	<b>6,644,118</b>	<b>6,301,675</b>
Increase/(decrease) in unearned premium	(59,324)	(107,918)	(55,482)	(49,177)	(2,179)	(430,051)	186,070	(518,060)	(473,042)
<b>Gross premium earned</b>	<b>976,147</b>	<b>754,009</b>	<b>607,391</b>	<b>994,479</b>	<b>15,097</b>	<b>1,007,548</b>	<b>1,771,386</b>	<b>6,126,058</b>	<b>5,828,633</b>
Outward reinsurance premium	(28,365)	(674,901)	(232,354)	(669,776)	(10,601)	(1,358,345)	(1,180,890)	(4,155,234)	(4,072,524)
Increase/(decrease) in unexpired reinsurance cost	(18,607)	84,241	15,069	12,966	1,550	392,083	(162,469)	324,833	631,822
Reinsurance cost	(46,972)	(590,660)	(217,286)	(656,809)	(9,052)	(966,262)	(1,343,359)	(3,830,401)	(3,440,702)
<b>Net premium earned</b>	<b>929,175</b>	<b>163,348</b>	<b>390,105</b>	<b>337,670</b>	<b>6,045</b>	<b>41,286</b>	<b>428,027</b>	<b>2,295,657</b>	<b>2,387,931</b>
Commission earned	8,197	142,378	60,514	61,245	2,498	197,538	117,094	589,463	468,204
<b>Net Underwriting Income</b>	<b>937,372</b>	<b>305,726</b>	<b>450,619</b>	<b>398,915</b>	<b>8,543</b>	<b>238,824</b>	<b>545,121</b>	<b>2,885,120</b>	<b>2,856,135</b>
<b>Expenses</b>									
Gross Claims paid	(397,319)	(360,844)	(201,660)	(54,752)	-	(182,110)	(533,613)	(1,730,298)	(1,951,472)
Increase/(Decrease) in outstanding claims provision	(9,925)	(233,704)	(691,271)	(472,455)	-	406,951	(658,342)	(1,658,747)	(526,274)
<b>Gross claims incurred</b>	<b>(407,244)</b>	<b>(594,548)</b>	<b>(892,931)</b>	<b>(527,207)</b>	<b>-</b>	<b>224,840</b>	<b>(1,191,955)</b>	<b>(3,389,045)</b>	<b>(2,477,746)</b>
Reinsurance claims recoveries	77,711	365,415	716,081	478,421	-	46,522	799,414	2,483,564	1,177,301
<b>Net claims incurred</b>	<b>(329,534)</b>	<b>(229,133)</b>	<b>(176,849)</b>	<b>(48,786)</b>	<b>-</b>	<b>271,362</b>	<b>(392,540)</b>	<b>(905,480)</b>	<b>(1,300,445)</b>
Acquisition cost	(109,266)	(134,036)	(109,190)	(115,592)	(2,705)	(167,666)	(37,044)	(675,499)	(638,525)
Maintenance cost	(41,324)	(34,398)	(26,454)	(41,506)	(689)	(57,372)	(63,268)	(265,012)	(306,248)
<b>Underwriting expenses</b>	<b>(150,590)</b>	<b>(168,434)</b>	<b>(135,645)</b>	<b>(157,098)</b>	<b>(3,394)</b>	<b>(225,038)</b>	<b>(100,312)</b>	<b>(940,511)</b>	<b>(944,773)</b>
<b>Total Expenses</b>	<b>(480,124)</b>	<b>(397,568)</b>	<b>(312,494)</b>	<b>(205,884)</b>	<b>(3,394)</b>	<b>46,324</b>	<b>(492,852)</b>	<b>(1,845,992)</b>	<b>(2,245,218)</b>
<b>Underwriting profit/(loss)</b>	<b>457,248</b>	<b>(91,841)</b>	<b>138,125</b>	<b>193,030</b>	<b>5,149</b>	<b>285,148</b>	<b>52,268</b>	<b>1,039,128</b>	<b>610,917</b>



**CORNERSTONE INSURANCE PLC**

**Life Business  
Revenue Account  
For the period ended 30 September 2020**

<b>Income</b>	<b>Individual Life N' 000</b>	<b>Group Life N' 000</b>	<b>Annuity N' 000</b>	<b>2020 Total N' 000</b>	<b>2019 Total N' 000</b>
Gross premium Income	75,390	3,546,576	1,069,415	4,691,382	3,234,572
Unearned premium		(829,554)	(1,965,383)	(2,794,937)	(968,047)
Net Premium	75,390	2,717,023	(895,968)	1,896,445	2,266,525
Reinsurance cost	(13,359)	(1,148,021)	-	(1,161,381)	(733,072)
Premium retained	62,031	1,569,002	(895,968)	735,065	1,533,453
Investment Income	321,705	-	263,958	585,663	633,483
Fairvalue gains on Annuity Bonds	-	-	664,697	664,697	-
Fee and Commission received	3,018	399,711	-	402,729	254,111
	386,754	1,968,713	32,688	2,388,154	2,421,046
Gross claims paid	-	(1,240,013)	-	(1,240,013)	(1,199,166)
Increase/(Decrease) in outstanding	-	(12,969)	-	(12,969)	-
Annuity pay-out	-	-	(197,612)	(197,612)	(143,874)
Less: reinsurance recoveries	-	398,142	-	398,142	647,772
Net claims incurred	-	(841,872)	(197,612)	(1,052,453)	(695,267)
Underwriting expenses	(9,992)	(240,380)	(30,920)	(281,291)	(484,893)
<b>Underwriting profit</b>	<b>376,763</b>	<b>886,461</b>	<b>(195,844)</b>	<b>1,054,410</b>	<b>1,240,887</b>

**Takaful Business Revenue Account**

*For the period ended 30 September 2020*

<i>In thousands of naira</i>	<b>Motor</b>	<b>Fire</b>	<b>Non-life Accident</b>	<b>Marine</b>	<b>Total Takaful General</b>	<b>Total Takaful Life</b>	<b>Total 2020</b>
<b>Income</b>							
Direct Premium	97,713	8,044	8,984	145	114,886	26,446	141,332
Gross premium written	97,713	8,044	8,984	145	114,886	26,446	141,332
Changes in unearned premium	3,368	-	-	-	3,368	-	3,368
Reinsurance expenses	(48,898)	-	-	-	(48,898)	(6,981)	(55,879)
<b>Net premium earned</b>	<b>52,182</b>	<b>8,044</b>	<b>8,984</b>	<b>145</b>	<b>69,355</b>	<b>19,465</b>	<b>88,820</b>
Commission earned	8,547	-	-	-	8,547	2,021	10,568
<b>Total income</b>	<b>60,730</b>	<b>8,044</b>	<b>8,984</b>	<b>145</b>	<b>77,903</b>	<b>21,486</b>	<b>99,388</b>
<b>Expenses</b>							
Gross claims paid	(34,523)	(1,886)	(8,488)	-	(44,898)	-	(44,898)
Movement in outstanding claims provision	14,172	774	3,484	-	18,430	-	18,430
<b>Gross claims incurred</b>	<b>(20,351)</b>	<b>(1,112)</b>	<b>(5,004)</b>	<b>-</b>	<b>(26,468)</b>	<b>-</b>	<b>(26,468)</b>
Reinsurance claims recoveries	-	-	-	-	-	-	-
<b>Net claims incurred</b>	<b>(20,351)</b>	<b>(1,112)</b>	<b>(5,004)</b>	<b>-</b>	<b>(26,468)</b>	<b>-</b>	<b>(26,468)</b>
Acquisition cost	(17,469)	(1,438)	(1,606)	(26)	(20,539)	(4,728)	(25,267)
Maintenance cost	(12,958)	(1,067)	(1,191)	(19)	(15,236)	(3,507)	(18,743)
<b>Underwriting expenses</b>	<b>(30,427)</b>	<b>(2,505)</b>	<b>(2,798)</b>	<b>(45)</b>	<b>(35,775)</b>	<b>(8,235)</b>	<b>(44,010)</b>
<b>Total expenses</b>	<b>(50,779)</b>	<b>(3,617)</b>	<b>(7,802)</b>	<b>(45)</b>	<b>(62,243)</b>	<b>(8,235)</b>	<b>(70,478)</b>
<b>Underwriting results</b>	<b>9,951</b>	<b>4,427</b>	<b>1,182</b>	<b>100</b>	<b>15,660</b>	<b>13,251</b>	<b>28,911</b>

## CORNERSTONE INSURANCE PLC

### Life Deposit Administration Revenue Account For the period ended 30 September 2020

<i>In thousands of naira</i>	<b>2020</b>	<b>2019</b>
Fees and commission income	18,158	
Interest income	43,406	-
<b>Expenses</b>		
Acquisition and maintenance cost	(49,884)	-
Guaranteed interest	(130,775)	
<b>Life deposit administration / investment contracts</b>	<b>(119,096)</b>	<b>-</b>

**CORNERSTONE INSURANCE PLC**
**6** Cash and cash equivalents

	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<i>In thousands of naira</i>						
Cash	630	1,990	2,604	276	1,544	2,254
Balances with banks	2,322,808	925,693	9,269,553	539,611	847,319	5,662,553
Short-term deposits	10,366,227	4,460,037	3,377,227	7,365,510	3,779,077	2,528,553
	<b>12,689,665</b>	<b>5,387,721</b>	<b>12,649,384</b>	<b>7,905,397</b>	<b>4,627,939</b>	<b>8,193,360</b>
Current	12,689,665	5,387,721	12,649,384	7,905,397	4,627,939	8,193,360
Non-current	-	-	-	-	-	-
	<b>12,689,665</b>	<b>5,387,721</b>	<b>12,649,384</b>	<b>7,905,397</b>	<b>4,627,939</b>	<b>8,193,360</b>

**7** Financial assets

	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<i>In thousands of naira</i>						
Available-for-sale (AFS) financial assets (see note (a) below)	9,391,655	9,735,877	7,860,055	8,204,972	8,879,480	6,873,592
Financial assets at fair value through profit or loss (FVTPL) (see note (b) below)	4,724,554	241,823	1,989,247	4,724,554	241,822.94	1,989,247
Loans and receivables (see note (c) below)	289,717	320,971	327,781	289,717	320,971	327,781
Held-to-maturity investments (see note (d) below)	461,931	1,100,894	2,484,225	-	-	1,978,718
	<b>14,867,857</b>	<b>11,399,566</b>	<b>12,661,308</b>	<b>13,219,244</b>	<b>9,442,274</b>	<b>11,169,338</b>

**(a) Available-for-sale (AFS) financial assets**

	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<i>In thousands of naira</i>						
Quoted equity securities measured at fair value	802,108	3,357,143	1,695,843	720,082	3,268,599	782,379
Unquoted equity securities measured at fair value	-	67,140	-	-	67,140	-
Unquoted equity securities measured at cost	1,183,240	1,822,500	87,500	1,183,240	1,822,500	87,500
Investment in funds measured at fair value	170,576	187,408	163,128	170,576	187,408	163,128
Investment in MTN preference shares	0	-	349,885	0	-	276,886
Investment in CAPIC funds measured at cost	87,593	87,553	1,823,500	87,593	87,553	1,823,500
Investment in insurance pool	87,500	87,500	87,594	87,500	87,500	87,594
Bonds measured at fair value	7,060,637	4,126,634	3,652,605	5,955,981	3,358,780	3,652,605
	<b>9,391,655</b>	<b>9,735,877</b>	<b>7,860,055</b>	<b>8,204,972</b>	<b>8,879,480</b>	<b>6,873,592</b>

**(i) Movement in Available-for-Sale financial assets**

	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<i>In thousands of naira</i>						
Balance, beginning of the year	7,860,055	-	6,626,364	6,873,592	-	5,633,803
Reclassification of preference shares from fair value through profit or loss	-	-	276,886	-	-	276,886
Additions during the year	859,637	-	2,627,590	620,499	-	2,627,590
Disposals/Redemptions during the year	-	-	(2,291,991)	-	-	(2,085,234)
Fair value gains	671,963	-	357,392	710,882	-	167,360
Accrued interest	-	-	192,395	-	-	192,395
Exchange gain/(loss) recognised in OCI	-	-	-	-	-	-
Exchange gain recognised in the income statement	-	-	71,419	-	-	60,792
Balance, end of the year	<b>9,391,655</b>	<b>9,735,877</b>	<b>7,860,055</b>	<b>8,204,972</b>	<b>8,879,480</b>	<b>6,873,592</b>

**(b) Financial assets at fair value through profit or loss (FVTPL)**

	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<i>In thousands of naira</i>						
Bonds measured at fair value	2,672,542	-	-	2,672,542	-	-
Investment in MTN ordinary shares	2,052,012	241,823	1,989,247	2,052,012	241,822.94	1,989,247
	<b>4,724,554</b>	<b>241,823</b>	<b>1,989,247</b>	<b>4,724,554</b>	<b>241,823</b>	<b>1,989,247</b>

**(i) Movement in financial assets at fair value through profit or loss**

	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<i>In thousands of naira</i>						
Opening balance	1,989,247	-	3,330,490	1,989,247	-	3,330,490
Derecognition of MTN linked notes	-	-	(3,330,490)	-	-	(3,330,490)
Recognition of MTN ordinary shares	-	-	3,835,720	-	-	3,835,720
Recognition of MTN preference shares	-	-	276,886	-	-	276,886
Bond purchased during the year	1,583,548	-	-	1,738,777	-	-
Reclassification of MTN preference shares to available-for-sale	-	-	(276,886)	-	-	(276,886)
Fair value gains/(loss)	1,151,760	-	476,176	996,530	-	476,176
Disposal	-	-	(2,322,649)	-	-	(2,322,649)
Exchange gain/(loss) recognised in income statement	-	-	-	-	-	-
Closing balance	<b>4,724,554</b>	<b>241,823</b>	<b>1,989,247</b>	<b>4,724,554</b>	<b>241,823</b>	<b>1,989,247</b>

**(C) Loan and receivables**

	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<i>In thousands of naira</i>						

**CORNERSTONE INSURANCE PLC**

Loans to policyholders (see note (i) below)	289,717	320,971	336,614	289,717	320,971	336,614
Advances and LPO financing	-	-	-	-	-	-
	289,717	320,971	336,614	289,717	320,971	336,614
Allowance for impairment	-	-	(8,833)	-	-	(8,833)
	<b>289,717</b>	<b>320,971</b>	<b>327,781</b>	<b>289,717</b>	<b>320,971</b>	<b>327,781</b>

**(d) Held-to-maturity-Financial assets**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Bonds	461,931	-	140,301	-	-	-
Treasury bills	-	-	2,343,924	-	-	1,978,718.00
MTN notes	-	1,100,894	-	-	-	-
	<b>461,931</b>	<b>1,100,894</b>	<b>2,484,225</b>	<b>-</b>	<b>-</b>	<b>1,978,718</b>

**(i) Movement in Held-to-Maturity investments**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	2,484,225	-	558,362	1,978,718	-	-
Additions	-	-	3,567,360	-	-	2,813,819
Disposals	(2,022,294)	-	(1,794,234)	(1,978,718)	-	(900,000)
Accrued interest	-	-	152,737	-	-	64,899
Balance, end of the year	<b>461,931</b>	<b>-</b>	<b>2,484,225</b>	<b>-</b>	<b>-</b>	<b>1,978,718</b>

**8 Trade Receivable**

(a) Trade receivables comprise :

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Due from brokers, agents and other insurance companies	1,621,153	1,557,109	1,379,648	1,411,484	1,355,514	1,185,972
Due from direct customers						-
	1,621,153	1,557,109	1,379,648	1,411,484	1,355,514	1,185,972
Allowance for impairment (see note (c) below)	(1,315,341)	(1,457,602)	(1,319,465)	(1,123,748)	(1,266,008)	(1,127,872)
	<b>305,812</b>	<b>99,507</b>	<b>60,183</b>	<b>287,737</b>	<b>89,506</b>	<b>58,100</b>
Current	305,812	99,507	60,183	287,737	89,506	58,100
Non-current			-			-
	305,812	99,507	60,183	287,737	89,506	58,100

(b) The age analysis of gross insurance trade receivables as at year end is as follows

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Within 30 days	305,812	99,507	60,183	287,737	89,506	58,100
More than 30 days	1,315,341	1,457,602	1,319,465	1,123,748	1,266,008	1,127,872
	1,621,153	1,557,109	1,379,648	1,411,484	1,355,513	1,185,972

(c) The movement in allowance for impairment of trade receivables is as follows:

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Opening balance	1,319,465	1,319,465	1,319,465	1,127,872	1,127,872	1,127,872
Charge/(reversal) during the year	(4,124)	138,137		(4,124)	138,136	-
	1,315,341	1,457,602	1,319,465	1,123,748	1,266,008	1,127,872

All insurance receivables are designated as trade receivables and their carrying value approximate value at the statement of financial position date .

**9 Other receivables and prepayments**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<b>Non-financial</b>						
Prepaid rent	-	28,134	-	-	28,134	-
Prepaid insurance	5,476	13,880	18,589	5,476	13,880	18,589
Stock of stationery	5,496	7,370	8,346	5,496	7,370	8,346
VAT control	200,356	124,419	136,849	200,844	124,302	136,849
Other prepaid balances (see note (a) below)	150,784	109,788	129,337	125,159	88,318	89,265
	362,113	283,591	293,121	336,975	262,004	253,050
<b>Financial</b>						
Due from subsidiaries	-	171,302	-	78,344	214,892	50,178
Intercompany	-			(15,678)		
Withholding tax receivable	959	4,115	4,233	-	-	-
Dividend receivable	38,226	44,569	48,105	38,226	44,569	38,272
Receivable from Meristem	9,312	4,589	4,589	9,312	4,589	4,589
Due from staff	53,536	60,598	37,883	30,483	35,936	33,390
Receivables from policyholders (see note (a) below)						
Other receivables (see note © below)	239,958	8,766,134	449,664	189,557	4,908,616	422,080
Receivable from CPCL	-		-	-		-
Insurance recoverable	23,111	17,087	3,221	23,109	17,087	3,221
	365,101	9,068,395	547,696	353,352	5,225,689	551,731
Total other receivables and prepayment	727,214	9,351,986	840,818	690,327	5,487,693	804,781
Allowance for impairment (see note © below)	(408,044)	(230,903)	(435,357)	(370,721)	(166,267)	(370,721)
	319,170	9,121,082	405,460	319,606	5,321,426	434,060

9a Other prepaid balances comprise staff housing allowance paid in advance, Information technology advance payments and other advance payments.

## 10 Reinsurance assets

	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<i>In thousands of naira</i>						
Prepaid reinsurance - Minimum & Deposit				-		
Prepaid reinsurance	2,600,569	2,073,547	1,543,007	2,385,876	1,774,944	1,398,974
Prepaid reinsurance - Non-life (see note (i) below)	1,680,515	2,073,547	1,285,022	1,477,873	1,774,944	1,153,040
Prepaid reinsurance - Life (see note (i) below)	886,841		224,772	886,841		224,772
Additional Unexpired Risk Reserve (AURR)-Life			-			-
Additional Unexpired Risk Reserve (AURR)- Non-Life	33,213		33,213	21,162		21,162
Reinsurers' share of outstanding claims - Non-life (see note (ii) below)	3,070,290	1,598,866	1,444,387	2,871,322	1,407,770	1,249,671
Reinsurers' share of outstanding claims - Life (see note (iii) below)	246,207	338,561	537,020	246,207	338,561	537,020
Reinsurers' share of Incurred but not reported - Non-life (see note (iv) below)	482,331	347,764	467,528	426,592	268,073	426,592
Reinsurers' share of Incurred but not reported - Life (see note (v) below)	66,610	210,217	66,610	66,610	210,217	66,610
Reinsurers' share of claims paid - receivable - Non-life (see note (vi) below)	674,629	1,133,079	1,152,421	674,629	1,133,079	1,152,421
Reinsurers' share of claims paid - receivable - Life (see note (vii) below)	163,059	(39,052)	18,784	163,059	(39,052)	18,784
	7,303,694	5,662,983	5,229,757	6,834,294	5,093,592	4,850,073
Allowance for impairment (see note (ii) below)	(497,233)	(477,891)	(497,233)	(497,233)	(477,891)	(497,233)
	<b>6,806,461</b>	<b>5,185,091</b>	<b>4,732,524</b>	<b>6,337,061</b>	<b>4,615,700</b>	<b>4,352,840</b>

**CORNERSTONE INSURANCE PLC**
**11 Deferred Acquisition Cost**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	257,866	278,428	278,428	219,592	237,635	237,635
Acquisition cost paid during the year	1,500,263	1,357,835	1,635,504	1,287,182	1,202,648	1,464,297
Total acquisition cost	1,758,129	1,636,263	1,913,932	1,506,774	1,440,283	1,701,932
Amortisation during the year	(1,306,748)	(1,272,042)	(1,665,663)	(1,155,733)	(1,138,387)	(1,491,937)
	<b>450,515</b>	<b>374,466</b>	<b>257,866</b>	<b>350,174</b>	<b>312,141</b>	<b>219,592</b>
Current	450,515	374,466	257,866	350,174	312,141	219,592
Non-current	-	-	-	-	-	-
	450,515	374,466	257,866	350,174	312,141	219,592

The breakdown of deferred acquisition cost by class of business are as follows :

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Deferred acquisition cost-Fire	80,515	83,549	51,736	64,759	67,666	44,297
Deferred acquisition cost-Motor vehicle	86,896	91,020	71,015	71,634	75,357	57,177
Deferred acquisition cost-General Accident, Bond & Engineering	190,476	156,331	101,375	178,696	139,850	93,128
Deferred acquisition cost-Aviation & Marine	31,496	30,945	23,697	22,241	23,130	18,968
Deferred acquisition cost-Oil & Gas	61,131	12,621	10,043	12,844	6,139	6,022
Deferred acquisition cost-Life	-	-	-	-	-	-
	<b>450,515</b>	<b>374,466</b>	<b>257,866</b>	<b>350,174</b>	<b>312,141</b>	<b>219,592</b>

**12 Investment in Joint Venture**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	554,305	6,056,550	6,056,550	293,116	3,310,166	3,310,166
Cash paid for equity interest (see note (a) below)	(0)	(6,056,550)	597,165	-	(3,310,166)	332,226
Property transferred for the equity interest (see note (b) below)	-	-	1,055	-	-	-
Prior years' share of loss of the joint venture	-	-	-	-	-	-
current year share of profit/(loss) of the joint venture (see note © below)	554,305	-	6,654,770	293,116	-	3,642,392
Dividends paid during the year	-	-	1,586,483	-	-	871,010
	<b>554,305</b>	<b>-</b>	<b>554,305</b>	<b>293,116</b>	<b>-</b>	<b>293,116</b>
Current	554,305	-	554,305	293,116	-	293,116
Non-current	-	-	-	-	-	-
	554,305	-	554,305	293,116	-	293,116

**13**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Investment in subsidiaries	-	-	-	-	-	-
Cornerstone Leasing & Investment limited	-	-	-	100,000	100,000	100,000
Fin Insurance company limited	-	-	-	2,954,747	2,954,748	2,954,748
Impairment allowance (see note (a) below)	-	-	-	(100,000)	(100,000)	(100,000)
	-	-	-	<b>2,954,747</b>	<b>2,954,748</b>	<b>2,954,747</b>
Current	-	-	-	-	-	-
Non-current	-	-	-	2,954,747	2,954,748	2,954,747
	-	-	-	<b>2,954,747</b>	<b>2,954,748</b>	<b>2,954,747</b>

**14 Investment properties**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	560,000	532,000	532,000	-	-	-
Fair value gains/(losses)	-	-	28,000	-	-	-
Balance, end of the year	560,000	532,000	560,000	-	-	-



**CORNERSTONE INSURANCE PLC**

**15 Property and equipment**

**(a) Group  
At 30 September 2020**

<i>In thousands of naira</i>	<b>Land</b>	<b>Building</b>	<b>Leasehold Improvement</b>	<b>Motor Vehicles</b>	<b>Equipment</b>	<b>Furniture &amp; Fittings</b>	<b>Total</b>
<b>Cost:</b>							
At 1 January 2020	1,429,581	480,756	64,877	696,566	588,486	187,805	3,448,071
Additions			-	55,354	22,955	1,076	79,385
Right of use of Asset		33,587					33,587
Disposals	(23,000)	(17,000)		(38,740)	(278)		(79,018)
Revaluation gain (see note (i) below)							-
<b>At 30 September 2020</b>	<b>1,406,581</b>	<b>497,343</b>	<b>64,877</b>	<b>713,180</b>	<b>611,163</b>	<b>188,881</b>	<b>3,482,025</b>
<b>Accumulated depreciation</b>							
At 1 January 2020	(0)	120,746	17,038	456,610	535,991	176,678	1,307,064
Charge for the year	(0)	8,864	3,920	72,662	24,007	7,039	116,492
Disposals		(698)		(26,914)	(54)		(27,666)
<b>At 30 September 2020</b>	<b>(0)</b>	<b>128,912</b>	<b>20,958</b>	<b>502,358</b>	<b>559,944</b>	<b>183,717</b>	<b>1,395,890</b>
<b>Net book value</b>							
At 30 September 2020	<b>1,406,581</b>	<b>368,431</b>	<b>43,919</b>	<b>210,822</b>	<b>51,219</b>	<b>5,164</b>	<b>2,086,135</b>
At 30 September 2019	<b>1,282,021</b>	<b>414,249</b>	<b>49,170</b>	<b>235,115</b>	<b>53,363</b>	<b>13,807</b>	<b>2,047,725</b>

## 15 (b) Company

At 30 September 2020

<i>In thousands of naira</i>	Land	Building	Leasehold Improvement	Motor Vehicles	Equipment	Furniture & Fittings	Total
<b>Cost</b>							
At 1 January 2020	135,321	294,423	64,877	566,208	470,855	139,585	1,671,269
Additions	-	-	-	44,654	20,587	480	65,720
Right of use of Asset		29,188					29,188
Disposals				(38,740)	(278)		(39,018)
At 30 September 2020	135,321	323,612	64,877	572,122	491,164	140,065	1,727,160
<b>Accumulated Depreciation</b>							
At 1 January 2020	-	117,431	17,038	360,686	429,458	130,331	1,054,944
Charge for the year	-	3,836	3,920	59,971	18,273	4,356	90,356
Intercompany charge (see note (iv) below)							-
Disposals				(26,914)	(54)		(26,968)
At 30 September 2020	-	121,267	20,958	393,743	447,677	134,687	1,118,332
<b>Net book value:</b>							
At 30 September 2020	<b>135,321</b>	<b>202,345</b>	<b>43,919</b>	<b>178,379</b>	<b>43,487</b>	<b>5,378</b>	<b>608,828</b>
At 30 September 2019	<b>135,321</b>	<b>178,269</b>	<b>49,170</b>	<b>226,496</b>	<b>40,554</b>	<b>11,017</b>	<b>640,826</b>

## 16 Intangible Assets

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<b>Cost:</b>						
Balance, beginning of the year	212,210	209,294	209,294	184,895	181,979	181,979
Additions	2,479	2,916	2,916	704	2,916	2,916
Disposals						
Balance, end of the period	<b>214,689</b>	<b>212,210</b>	<b>212,210</b>	<b>185,599</b>	<b>184,895</b>	<b>184,895</b>
<b>Amortisation:</b>						
Balance, beginning of the year	182,846	160,478	160,478	155,531	135,595	135,595
Charge for the year	13,584	16,657	22,369	13,535	14,913	19,936
Disposals						
Balance, end of the period	<b>196,431</b>	<b>177,134</b>	<b>182,846</b>	<b>169,066</b>	<b>150,508</b>	<b>155,531</b>
As At 31 July 2020	<b>18,258</b>	<b>35,076</b>	<b>29,364</b>	<b>16,533</b>	<b>34,386</b>	<b>29,364</b>
As At 31 December 2019	<b>29,364</b>	<b>48,818</b>	<b>48,817</b>	<b>29,364</b>	<b>46,384</b>	<b>46,384</b>

**CORNERSTONE INSURANCE PLC**
**17 Statutory Deposits**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Non life business	600,000	600,000	600,000	300,000	300,000	300,000
Takaful	200,000	200,000	200,000	200,000	200,000	200,000
Life business	200,000	200,000	200,000	200,000	200,000	200,000
	<b>1,000,000</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>700,000</b>	<b>700,000</b>	<b>700,000</b>

**18 Investment Contract Liabilities**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Investment contract liabilities	3,487,712	2,915,628	3,406,701	3,487,712	2,915,630	3,406,701
The movement in investment contract liabilities is						
Balance, beginning of the year	3,406,701	3,416,364	3,416,364	3,406,701	3,416,366	3,416,364
Contribution	1,052,471	1,051,442	1,403,778	1,052,471	1,051,442	1,403,778
Withdrawals	(971,821)	(1,491,333)	(1,599,777)	(971,821)	(1,491,333)	(1,599,777)
<b>Balance, end of the period</b>	<b>3,487,712</b>	<b>2,915,628</b>	<b>3,406,701</b>	<b>3,487,712</b>	<b>2,915,630</b>	<b>3,406,701</b>
Current	3,487,712	2,915,628	3,406,701	3,487,712	2,915,630	3,406,701
Non-current	-	-	-	-	-	-

**19 Insurance contract liabilities**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Life insurance contract (see (a) below)	6,642,515	4,711,252	3,834,607	6,642,515	4,716,852	3,834,607
Non life insurance contract (see (b) below)	10,379,658	8,950,517	7,895,522	9,023,780	7,778,435	6,868,773
Total insurance contract liabilities (see note © below)	<b>17,022,172</b>	<b>13,661,769</b>	<b>11,730,130</b>	<b>15,666,295</b>	<b>12,495,287</b>	<b>10,703,380</b>

**(a) Life insurance contract liabilities**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Life fund (see note (i) below)	2,009,273	1,785,888	1,179,719	2,009,273	1,785,888	1,179,719
Claims outstanding	1,175,873	1,423,523	1,162,903	1,175,873	1,429,123	1,162,903
Claims outstanding-Takaful life						
Life annuity fund (see note (iii) below)	3,457,369	1,501,841	1,491,985	3,457,369	1,501,841	1,491,985
Total life insurance contract liabilities	<b>6,642,515</b>	<b>4,711,252</b>	<b>3,834,607</b>	<b>6,642,515</b>	<b>4,716,852</b>	<b>3,834,607</b>

**(i) Movement in Life fund:**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	1,179,719		1,232,821	1,179,719		1,232,821
Additions during the year	829,554		(53,102)	829,554		(53,102)
Balance, end of the year	<b>2,009,273</b>		<b>1,179,719</b>	<b>2,009,273</b>		<b>1,179,719</b>

**(ii) Movement in Life annuity fund:**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	1,491,985		1,086,861	1,491,985		1,086,861
Additions during the year **	-		-	-		-
Payments during the year **	-		-	-		-
(Increase)/ Decrease during the year	1,965,384		405,124	1,965,384		405,124
Balance, end of the year	<b>3,457,369</b>		<b>1,491,985</b>	<b>3,457,369</b>		<b>1,491,985</b>

**CORNERSTONE INSURANCE PLC**
**(b) Non-life insurance contract liabilities**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Outstanding claims	5,917,702	5,407,906	4,140,368	5,352,943	4,764,100	3,694,197
IBNR	1,041,522		1,059,441	872,094		872,095
Outstanding claims-Takaful	41,232	22,002	59,663	41,232	16,402	59,663
IBNR-Takaful	21,601	12,278	21,602	21,601	12,278	21,601
<b>Total non-life claims</b>	<b>7,022,057</b>	<b>5,442,186</b>	<b>5,281,074</b>	<b>6,287,871</b>	<b>4,792,780</b>	<b>4,647,556</b>
Unearned premiums	3,290,154	3,429,153	2,533,204	2,658,033	2,906,477	2,139,973
Unearned premium - Takaful	67,446	79,178	81,244	77,876	79,178	81,244
<b>Total non-life unearned premium (see note (i) below)</b>	<b>3,357,600</b>	<b>3,508,331</b>	<b>2,614,448</b>	<b>2,735,909</b>	<b>2,985,655</b>	<b>2,221,217</b>
<b>Total non-life insurance contract liabilities</b>	<b>10,379,658</b>	<b>8,950,517</b>	<b>7,895,522</b>	<b>9,023,780</b>	<b>7,778,435</b>	<b>6,868,773</b>
<b>Total insurance contract liabilities</b>	<b>17,022,172</b>	<b>13,661,769</b>	<b>11,730,129</b>	<b>15,666,295</b>	<b>12,495,287</b>	<b>10,703,380</b>

**(f) Movement in unearned premium**

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	2,614,448		2,851,685	2,221,217		2,506,678
Increase/ (Decrease) during the year	743,152		(237,237)	514,692		(285,461)
<b>Balance, end of the year</b>	<b>3,357,600</b>		<b>2,614,448</b>	<b>2,735,909</b>		<b>2,221,217</b>

**(c) Total insurance contract liabilities comprise:**

<i>In thousands of naira</i>	Group Sep-20	Group Dec- 2019	Company Sep-20	Company Dec- 2019	Group Movement	Company Movement
Outstanding claims (see note (i) below)	7,134,807	5,384,537	6,570,048	4,916,763	1,750,270	1,653,286
IBNR (see note (ii) below)	1,063,123	1,059,441	893,695	893,696	3,682	(1)
Unearned premium (see note (b)(i))	3,357,600	2,614,448	2,735,909	2,221,217	743,152	514,692
Life fund/Group fund (see note (a)(i))	2,009,273	1,179,719	2,009,273	1,179,719	829,554	829,554
Life annuity fund (see note (a)(ii))	3,457,369	1,491,985	3,457,369	1,491,985	1,965,384	1,965,384
Claims payable	0	0	0	0	-	-
	<b>17,022,172</b>	<b>11,730,130</b>	<b>15,666,295</b>	<b>10,703,380</b>	<b>5,292,042</b>	<b>4,962,915</b>

**(i) Movement in outstanding claims:**

<i>In thousands of naira</i>	Group 2020	Group 2019	Company 2020	Company 2019
Balance, beginning of the year	5,384,537	4,517,203	4,916,763	4,062,746
(Decrease)/ Increase during the year	1,750,270	867,334	1,653,285	854,017
<b>Balance, end of the year</b>	<b>7,134,807</b>	<b>5,384,537</b>	<b>6,570,048</b>	<b>4,916,763</b>

**(ii) Movement in IBNR:**

<i>In thousands of naira</i>	Group 2020	Group 2019	Company 2020	Company 2019
Balance, beginning of the year	1,059,441	1,041,222	893,696	860,456
Increase/(Decrease) during the year	3,682	18,219	(1)	33,240
<b>Balance, end of the year</b>	<b>1,063,123</b>	<b>1,059,441</b>	<b>893,695</b>	<b>893,696</b>

## 20 Trade payables

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Payables to reinsurers and coinsurers	372,727	1,393,578	1,764,785	356,747	1,214,719	1,755,070
Commission payable	37,666	-	20,103	37,666	-	20,103
Premium Deposit (see note (a))	453,294	576,959	1,806,891	418,083	526,394	1,705,946
	863,686	1,970,479	3,591,779	812,496	1,741,113	3,481,119
Current	863,686	1,970,479	3,591,779	812,496	1,741,113	3,481,119
Non-current						
	863,686	1,970,479	3,591,779	812,496	1,741,113	3,481,119

## a The movement in premium deposits during the year was as follows:

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	1,806,891		1,833,583	1,705,946		1,775,801
Additions during the year			2,354,362			2,296,580
Transfers to premium income	(1,353,597)		(2,381,054)	(1,287,863)		(2,366,435)
Balance, end of the year	453,294		1,806,891	418,083		1,705,946

## 21 Other payables and accruals

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
<b>Financial</b>						
Performance bonus	77,426	87,787	230,919	51,995	75,828	215,860
Other staff payables	51,575	36,735	19,705	42,563	29,809	17,681
National Housing Funds	8,535	3,959	3,959	8,535	3,959	3,959
Accounts payable	62,273	62,273	115,276	62,273	62,273	88,431
Stale cheques	0	263,542	0	0	226,724	0
Rent payable						
Consultancy fee payable			50,668			33,648
NITDA levy payable			1,104			1,104
Sundry creditors	401,069	275,308	147,140	132,443	88,323	49,319
	600,877	729,604	673,652	297,809	486,916	514,883
<b>Non-financial</b>						
Accrued expenses	244,415	159,228	93,497	132,114	81,122	93,497
PAYE	13,410	39,639	27,644	10,127	36,071	27,644
Impairment allowance	-	-	-	-	-	-
Withholding tax payable	51,145	10,121	6,383	49,893	10,131	6,383
	308,969	208,988	127,524	192,133	127,324	127,524
	909,847	938,592	801,176	489,942	614,241	642,407
Current	909,847	938,592	801,176	489,942	614,241	642,407
Non-current						
	909,847	938,592	801,176	489,942	614,241	642,407

## 22 Deferred commission income

The analysis of deferred commission income by class is as follows:

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Motor	6,124	10,930	9,322	2,608	5,963	5,978
Fire	81,040	80,274	46,718	63,157	63,260	37,109
General accident, Bond & Engineering	21,569	121,753	75,501	21,460	111,221	67,400
Bond	979		921	921		
Engineering	181,507			174,291		
Marine	19,207	13,603	13,633	13,299	11,331	10,368
Aviation	-	3,943	35	-	(1,487)	-
Oil and Gas	57,158	57,583	39,766	42,574	53,687	31,008
Mapfre	-	3,905	2,003	-	3,905	2,003
Life	296,510	110,376	78,094	296,510	110,376	78,094
	664,093	402,365	265,073	614,818	358,256	231,961
Current	664,093	402,365	265,073	614,818	358,256	231,961
Non-current						
	664,093	402,365	265,073	614,818	358,256	231,961

**23 Income tax liabilities**

(a) The movement in income tax liabilities during the year is as follows:

<i>In thousands of naira</i>	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Group 12 Months Dec- 2019</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>	<b>Company 12 Months Dec- 2019</b>
Balance, beginning of the year	476,717	541,971	541,971	318,953	323,995	323,998
Income tax for the year (see note (b) below)	81,838	378,021	58,327	63,021	274,934	48,585
Minimum tax			54,874			48,921
<b>Balance, end of the year</b>	<b>558,555</b>	<b>777,190</b>	<b>476,717</b>	<b>381,974</b>	<b>526,138</b>	<b>318,953</b>
Current	558,555	777,190	476,717	381,974	526,138	318,953
Non-current						
	558,555	777,190	476,717	381,974	526,138	318,953

**(d) Deferred Taxation**

<i>In thousands of naira</i>	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Group 12 Months Dec- 2019</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>	<b>Company 12 Months Dec- 2019</b>
Balance, beginning of the year	338,923	338,923	338,923	338,923	338,923	338,923
Transfer from CAML						
Recognised in profit or loss			-			-
Recognised in other comprehensive income:						
Revaluation gain on property and equipment						
Unrealised exchange gain						
	<b>338,923</b>	<b>338,923</b>	<b>338,923</b>	<b>338,923</b>	<b>338,923</b>	<b>338,923</b>

**24 Employees' Retirement Obligations**

<i>In thousands of naira</i>	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Group 12 Months Dec- 2019</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>	<b>Company 12 Months Dec- 2019</b>
Balance, beginning of the year	3,577.00	3,306.00	3,306	1,553	1,282	1,282
Pension expense for the year	1,832.52	309.17	47,962	1,833	309	45,938
	<b>5,410</b>	<b>3,615</b>	<b>3,577</b>	<b>3,386</b>	<b>1,591</b>	<b>1,553</b>

## 26 Equity

## (a) Share capital

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Authorised: 15,000,000,000 ordinary shares of 50k each	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000	7,500,000
Issued and fully paid: 14,729,507,615 ordinary shares of 50k each	7,364,754	7,364,754	7,364,754	7,364,754	7,364,754	7,364,754

## (a)(i) Bonus shares

Bonus share issue of seven (7) shares for thirty (30) existing shares proposed by the Board of Directors was ratified at the Annual General Meeting held in August 2020 to meet its recapitalization plan.

## (b) Share premium

This represents the amounts paid by shareholders above the nominal price of the shares.

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Share premium	1,947,166	1,947,166	1,947,166	1,947,166	1,947,166	1,947,166

## (c) Treasury shares

Treasury shares are own equity instruments which are deducted from equity and no dividends are allocated to them.

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Treasury shares	(48,175)	(48,175)	(48,175)	(48,175)	(48,175)	(48,175)

## (d) Accumulated losses

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	1,392,250	(1,921,005)	(1,921,005)	(1,844,004)	(4,267,842)	(4,267,842)
Transfer from reserves from merger (see note 25)						-
Transfer to contingency reserves (see note (e) below)	(361,748)	(272,871)	(755,480)	(290,244)	(223,103)	(513,386)
Transfer from statement of comprehensive income	924,709	2,818,347	4,068,735	567,186	1,890,571	2,937,224
Prior year adjustment				-	11,280	
Balance, end of the year	1,955,211	624,471	1,392,250	(1,567,061)	(2,589,095)	(1,844,004)

## (e) Contingency reserves

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	3,545,360	2,789,880	2,789,880	2,942,312	2,428,926	2,428,926
Transfer from retained earnings	361,748	272,871	755,480	290,244	223,103	513,386
Balance, end of the year	3,907,108	3,062,751	3,545,360	3,232,555	2,652,029	2,942,312

## (f) AFS fair value reserves

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	426,306	75,220	75,220	234,622	67,262	67,262
Transfer from statement of other comprehensive income	671,963	1,412,732	351,086	710,882	1,031,672	167,360
Balance, end of the year	1,098,269	1,487,952	426,306	945,504	1,098,934	234,622

## (g) Non-controlling interest in Equity

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 9 Months Sep-19	Company 12 Months Dec- 2019
Balance, beginning of the year	250,715	204,218	204,218	-	-	-
Share of profit for the year	11,870		40,188			
Share of other comprehensive income	(1,292)		6,309			
Balance, end of the year	261,293	204,218	250,715	-	-	-

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27 Premium Income

(a) Gross premium income

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Company 9 Months Sep-20	Company 9 Months Sep-19
Non-life insurance premiums	7,833,464	7,406,720	6,644,118	6,301,675
Life insurance premiums	3,621,967	2,924,287	3,621,967	2,924,287
Investment contracts with DPF				
Annuity	1,069,415	310,284	1,069,415	310,284
Halal Takaful Insurance	141,332	175,773	141,332	175,773
<b>Gross premium income</b>	<b>12,666,178</b>	<b>10,817,065</b>	<b>11,476,832</b>	<b>9,712,020</b>
Investment contract Liabilities	-	-	-	-

(b) Movement in unearned premium

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 12 Months Dec- 2019	Company 9 Months Sep-20	Company 12 Months Dec- 2019
Balance, beginning of the year	2,614,448	2,851,685	2,221,217	2,506,678
Changes in unearned premium (see note 19(c))	743,153	(237,237)	514,693	(285,461)
Balance, end of the year	<b>3,357,601</b>	<b>2,614,448</b>	<b>2,735,910</b>	<b>2,221,217</b>
	Group 9 Months Sep-20	Group 9 Months Sep-19	Company 9 Months Sep-20	Company 9 Months Sep-19
Change in unearned premiums (see note 19(c))	(743,152)	(656,519)	(514,692)	(478,850)
Changes in unearned premium group life	(829,554)	(553,067)	(829,554)	(553,067)
	<b>(1,572,706)</b>	<b>(1,209,585)</b>	<b>(1,344,246)</b>	<b>(1,031,916)</b>
Gross earned premiums	<b>11,093,472</b>	<b>9,607,479</b>	<b>10,132,586</b>	<b>8,680,103</b>

(c) Gross premium income

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Company 9 Months Sep-20	Company 9 Months Sep-19
Gross premium written	12,666,178	10,817,065	11,476,832	9,712,020
Changes in unearned premium (see note (b) above)	(743,153)	(656,519)	(514,693)	(478,850)
Changes in unearned premium group life	(829,554)	(553,067)	(829,554)	(553,067)
<b>Gross premium income</b>	<b>11,093,472</b>	<b>9,607,479</b>	<b>10,132,585</b>	<b>8,680,103</b>

(d) Changes in Life Business

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Company 9 Months Sep-20	Company 9 Months Sep-19
Changes in life fund (see note 19(c))	-	-	-	-
Changes in life annuity fund (see note 19(c))	(1,965,383)	(414,980)	(1,965,383)	(414,980)
	<b>(1,965,383)</b>	<b>(414,980)</b>	<b>(1,965,383)</b>	<b>(414,980)</b>

(e) Reinsurance expenses

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Company 9 Months Sep-20	Company 9 Months Sep-19
Non-life reinsurance premiums	4,687,154	4,796,686	4,155,234	4,072,524
Life reinsurance premiums	1,823,449	733,072	1,823,449	733,072
Takaful reinsurance premiums	55,879	24,078	55,879	24,078
<b>Gross written reinsurance premiums</b>	<b>6,566,482</b>	<b>5,553,836</b>	<b>6,034,562</b>	<b>4,829,674</b>
Change in reinsurance unearned premiums	(1,057,562)	(816,014)	(986,902)	(631,822)
Reinsurers' share of gross earned premiums	5,508,919	4,737,822	5,047,660	4,197,851
Net premium income	<b>3,619,170</b>	<b>4,454,678</b>	<b>3,119,542</b>	<b>4,067,272</b>

28 Fee and commission income

<i>In thousands of naira</i>	Group 9 Months Sep-20	Group 9 Months Sep-19	Company 9 Months Sep-20	Company 9 Months Sep-19
Reinsurance commissions and profit commission	1,123,142	827,790	1,020,918	728,109

29 Net Claims expenses

	2020				
	Gross	Movement in outstanding claims	Total	Reinsurance's share	Net
	N'000	N'000	N'000	N'000	N'000
Life business	1,240,013	12,969	1,252,983	(398,141.67)	854,841
Non-life business	2,081,761	1,759,414	3,841,175	(2,544,887)	1,296,289
Takaful	44,898	(18,430)	26,468	-	26,468
Gross claim paid	<b>3,366,672</b>	<b>1,753,954</b>	<b>5,120,626</b>	<b>(2,943,028)</b>	<b>2,177,598</b>



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Annuity Payout	197,612	-	197,612	-	197,612
Net Claims expenses	<b>3,564,284</b>	<b>1,753,954</b>	<b>5,318,237</b>	<b>(2,943,028)</b>	<b>2,375,209</b>

29 Company  
Net Claims expenses

	2020				
	Gross	Movement in outstanding claims	Total	Reinsurance's share	Net
	N'000	N'000	N'000	N'000	N'000
Life business	1,240,013	12,969	1,252,983	(398,142)	854,841
Non-life business	1,730,298	1,658,747	3,389,045	(2,483,564)	905,480
Takaful	44,898	(18,430)	26,468	-	26,468
Gross claim paid	<b>3,015,209</b>	<b>1,653,286</b>	<b>4,668,495</b>	<b>(2,881,705)</b>	<b>1,786,789</b>
Annuity Payout	197,612	-	197,612	-	197,612
Net Claims expenses	<b>3,212,821</b>	<b>1,653,286</b>	<b>4,866,107</b>	<b>(2,881,705)</b>	<b>1,984,401</b>

	2019				
	Gross	Movement in outstanding claims	Total	Reinsurance's share	Net
	N'000	N'000	N'000	N'000	N'000
Life business	863,157	336,009	1,199,166	(647,772)	551,393
Non-life business	2,148,125	534,857	2,682,982	(1,346,569)	1,336,413
Takaful	117,194	7,054	124,249	-	124,249
Gross claim paid	<b>3,128,476</b>	<b>877,921</b>	<b>4,006,397</b>	<b>(1,994,341)</b>	<b>2,012,055</b>
Annuity Payout	143,874	-	143,874	-	143,874
Net Claims expenses	<b>3,272,350</b>	<b>877,921</b>	<b>4,150,271</b>	<b>(1,994,341)</b>	<b>2,155,929</b>

Company	2019				
	Gross	Movement in outstanding claims	Total	Reinsurance's share	Net
	N'000	N'000	N'000	N'000	N'000
Life business	863,157	336,009	1,199,166	(647,772)	551,393
Non-life business	1,951,472	526,274	2,477,746	(1,177,301)	1,300,445
Takaful	117,194	7,054	124,249	-	124,249
Gross claim paid	<b>2,931,823</b>	<b>869,338</b>	<b>3,801,161</b>	<b>(1,825,074)</b>	<b>1,976,087</b>
Annuity Payout	143,874	-	143,874	-	143,874
Net Claims expenses	<b>3,075,697</b>	<b>869,338</b>	<b>3,945,035</b>	<b>(1,825,074)</b>	<b>2,119,961</b>

**CORNERSTONE INSURANCE PLC**
**30 Underwriting Expenses**

## (a) Acquisition cost

<i>In thousands of naira</i>	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
Aquisition cost- General	1,019,596	857,973	806,515	702,786
Aquisition cost- Life	454,967	472,144	454,967	472,144
Aquisition cost- Takaful	25,700	27,718	25,700	27,718
	<b>1,500,263</b>	<b>1,357,835</b>	<b>1,287,182</b>	<b>1,202,648</b>
Changes in deferred underwriting expenses	(193,515)	(85,793)	(131,449)	(64,261)
	<b>1,306,748</b>	<b>1,272,042</b>	<b>1,155,733</b>	<b>1,138,387</b>

## (b) Maintenance cost

Maintenance cost- General	319,153	368,742	265,301	306,248
Maintenance cost- Life	6,984	12,748	6,984	12,748
Maintenance cost- Takaful	18,743	4,137	18,743	4,137
	<b>344,880</b>	<b>385,629</b>	<b>291,027</b>	<b>323,134</b>

<b>Total</b>		<b>1,481,401</b>		<b>1,285,251</b>
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**31 Investment income**

<i>In thousands of naira</i>	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
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## 31(b) Investment income

Dividend income	277,525	334,559	218,989	261,220
Interest income	1,033,500	594,736	788,024	461,257
Others				
	<b>1,311,026</b>	<b>929,295</b>	<b>1,007,013</b>	<b>722,477</b>

32(a) Fair value changes in financial assets-FVTPL	1,151,760	3,065,372	996,530	2,124,419
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32(b) Fair value changes in financial assets-FVTOCI	<b>671,963</b>	<b>1,412,732</b>	<b>710,882</b>	<b>1,031,672</b>
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**31 Investment income**

This comprises:

<i>In thousands of naira</i>	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
Interest income on financial assets (see note (a) below)	587,259	245,483	516,664	237,378
Interest income - (see note 18(a))	446,241	328,944	271,360	203,571
Total interest income	1,033,500	574,428	788,024	440,948
Dividend income	277,525	334,559	218,989	261,220
Rental income	11,750	-	-	-
Total investment income	1,322,776	908,986	1,007,013	702,168
Less: Interest income - Investment contract liabilities				
Investment income on financial assets	<b>1,322,776</b>	<b>908,986</b>	<b>1,007,013</b>	<b>702,168</b>

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**(a) Interest income on financial assets:**

	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
<i>In thousands of naira</i>				
Interest income received				
Accrued interest:				
- Available-for-sale financial assets (see note 7(a)(ii))				
- Held-to-maturity investments (see note 7(d)(i))	587,259	245,483	516,664	237,378
	587,259	245,483	516,664	237,378
Interest income - (see note 18(a))	446,241	328,944	271,360	203,571
	<b>1,033,500</b>	<b>574,428</b>	<b>788,024</b>	<b>440,948</b>

**32 Net fair value (losses)/gains-FVTPL**

	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
<i>In thousands of naira</i>				
Fair value gains/(loss) in financial assets (see note 7(b)(i))	1,151,760	3,065,372	996,530	2,124,419
Share of Profit from Joint Venture	-	-	-	-
	<b>1,151,760</b>	<b>3,065,372</b>	<b>996,530</b>	<b>2,124,419</b>

**33(a) Net exchange gain**

	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
<i>In thousands of naira</i>				
Unrealised exchange gain	617,929	45,534	298,972	37,158
Realised exchange gain				
	<b>617,929</b>	<b>45,534</b>	<b>298,972</b>	<b>37,158</b>

The net exchange gain resulted from translation of foreign currency denominated assets of the entity at closing rate as at reporting date in line with IAS 21 and also from sales of foreign currency denominated assets during the year.

**34 Other operating income**

	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
<i>In thousands of naira</i>				
Miscellaneous income	148,722	48,581	113,833	43,948
Gain on disposal of property & equipment	(4,762)	(451)	1,516	(562)
Provision no longer required				
Recovery on subrogation		34,574		32,763
	<b>143,959</b>	<b>82,704</b>	<b>115,349</b>	<b>76,149</b>

**35 Allowance for impairment losses**

	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
<i>In thousands of naira</i>				
Loss on premium receivables	-	-	-	-
Reservol of impairment of financial assets (see note 9b(i))	-	-	-	-
Allowance on reinsurance receivable (see note 10(ii))	-	-	-	-
Allowance on receivables	640,260	-	640,260	-
	<b>640,260</b>	<b>-</b>	<b>640,260</b>	<b>-</b>

**36 Personnel expenses**

	<b>Group 9 Months Sep-20</b>	<b>Group 9 Months Sep-19</b>	<b>Company 9 Months Sep-20</b>	<b>Company 9 Months Sep-19</b>
<i>In thousands of naira</i>				
Salaries	971,286	808,735	742,021	635,877
Other staff allowances	63,942	196,164	63,731	187,228
Defined contribution pension costs	51,368	43,320	40,575	33,631
Auxillary staff costs	159,099	184,899	147,416	167,331
Directors' costs	29,242	22,687	25,073	10,770
Staff training and development	22,657	40,120	22,127	32,347
	<b>1,297,594</b>	<b>1,295,925</b>	<b>1,040,944</b>	<b>1,067,182</b>

## CORNERSTONE INSURANCE PLC

### 37 Other operating expenses

In thousands of naira	Group 9 Months Sep-20	Group 9 Months Sep-19	Company 9 Months Sep-20	Company 9 Months Sep-19
Advertising and promotions	13,580	28,811	10,933	26,735
Administrative expenses (see note (i) below)	-	-	-	-
Rents and rates	39,561	53,521	39,249	44,966
Consultancy fees	228,619	146,045	228,619	146,045
Legal fees	61,320	69,181	29,318	56,945
Repairs, fuel and maintenance	142,026	173,953	130,495	163,017
Statutory due (NAICOM levy)	71,282	58,635	59,278	49,895
Director's Costs				
Auditor's remuneration	36,947	29,183	24,947	20,183
Subscription	6,280	11,348	2,394	3,215
Stamp duty expense				
Business travels	26,216	71,149	21,691	55,025
Fines and Penalties	-	2,250	-	2,225
Insurance	28,920	40,587	22,213	36,249
Medicals	52,759	33,980	46,833	31,328
AGM expenses	5,971	15,233	4,938	13,741
Telephone and postages	14,084	24,290	11,048	11,461
Electricity	11,157	15,586	10,070	11,336
Stationery and printing	12,650	12,705	10,547	9,700
Office expenses	17,660	17,704	14,944	17,013
IT Consumables	16,323	21,042	14,323	19,060
Other expenses	36,244	20,867	9,939	5,561
Impairment of Other Asset		138,136		138,136
Business re-organisation and relocation	-	3,741	-	3,741
	<b>821,599</b>	<b>987,947</b>	<b>691,778</b>	<b>865,577</b>

### 38 Finance Costs

In thousands of naira	Group 9 Months Sep-20	Group 9 Months Sep-19	Company 9 Months Sep-20	Company 9 Months Sep-19
Cost of turnover				
Interest expense	-		-	
Bank charges	41,262	20,123	18,392	12,282
	<b>41,262</b>	<b>20,123</b>	<b>18,392</b>	<b>12,282</b>

### 39 Statement of cash flow notes

Details of the statement of cash flows workings are presented below. Certain comparative figures have been reclassified in the statement of cash flows in order to align to the presentation adopted in the current year. The impact of these reclassification has been considered to be immaterial.

	Note	Group 2020	Company 2020
<i>In thousands of naira</i>			
(i) Premium received			
Gross written premium per income statement	27(a)	12,666,178	11,476,832
Add: Opening receivables (Gross)	8	60,183	58,100
Less: Closing receivables (Gross)	8	(305,812)	(287,737)
		<b>12,420,549</b>	<b>11,247,195</b>
(ii) Proceeds from disposal of property and equipment			
Cost of assets disposed	15	79,018	39,018
Accumulated depreciation of assets disposed	15	(27,666)	(26,968)
Net book value of disposed assets		51,352	12,050
Profit/ (Loss) on disposal	34	(4,762)	1,516
Disposal proceeds		<b>46,589</b>	<b>13,565</b>
(iii) Reinsurance premium paid			
Reinsurance cost	27	(5,508,919)	(5,047,660)
Add: Closing reinsurance payable		1,764,785	1,755,070
Less: Opening reinsurance payable		(1,241,727)	(1,225,747)
		<b>(4,985,861)</b>	<b>(4,518,337)</b>

### 40 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' shares, Rulebook of the Exchange 2015 (Issuers Rule) Cornerstone Insurance PLC maintains an effective Securities Trading Policy which guides Directors, Audit Committee Members, employees and all individuals categorized as insiders as to their dealing in the Company's shares. The Policy is regularly reviewed and updated by the Board. The Company has made specific inquiries of all the Directors and other insiders and is not aware of any infringement of the Policy during the period.