

insurance

Update your curriculum, NAICOM

Stories: Nike Popoola

THE Commissioner for Insurance, Alhaji Mohammed kari, has advised the Chartered Insurance Institute of Nigeria to update its curriculum for the benefit of the profession.

He said this during the investiture of Mr. Funmi Babington-Ashaye as the institute's 48th president.

Kari said, "It is high time that the CIIN as a professional body reinvented itself, updated its curriculum to either adopt

tells CIIN

or adapt contemporary best practices for the overall benefit of the profession.

"I will implore our brand new president to treat these issues as priority in her agenda. These steps when taken will certainly engender respect and credibility for the institute and the insurance industry."

Babington-Ashaye gave the theme of her tenure as the imperative of education and enlightenment.

Wapic plans better returns on investment to shareholders

WAPIC Insurance Plc has assured its shareholders of better returns on their investment.

According to a statement obtained on Sunday, the Chairman of the company, Aigboje Imoukhuede, said the firm was maintaining its growth despite economic challenges.

While explaining the 2016 financial performance of the company, he said Wapic recorded growth across all business lines, leading to total revenue of N12.4bn and gross written premium of N8bn, representing an increase of 19 per cent and 13 per cent, respectively over the same period in 2015.

He said its gross premium income and net premium income were N7.58bn and N4.30bn, respectively, which amounted to 23.14 per cent and 8.80 per cent growth, respectively over the prior year.

According to him, its underwriting profit rose by 13 per cent to N4.94bn in 2016, compared to N4.37bn in 2015, attesting to the success of the company's strategic focus on innovation, operational efficiency and marketing, which had positively impacted on its top-line and bottom-line.

In a strong affirmation of the company's financial strength and risk-adjusted capitalisation, global

ratings experts, A.M. Best in December 2016 adjusted Wapic's financial strength rating to C++ (stable) and Issuer Credit Rating to b+ (stable).

The Coordinator, Emeritus of the Independent Shareholders Association of Nigeria, Sunny Nwosu, commended the company's financial performance and enjoined its board and management to continue the trajectory of value delivery to shareholders.

AIICO resumes annuity for retirees

AIICO Insurance has resumed the writing of the Annuity business under the Contributory Pension Scheme.

During a press conference in Lagos, Head, Retail, AIICO, Mr. Sola Ajayi, disclosed that the company and its appointed First Pension Custodian, obtained the nod from the National Pension Commission to recommence the sale of the product nationwide.

"We are open for business nationwide and have already started booking new Annuity sales from all Pension Fund Administrators," he said.

AIICO Insurance is one of the pioneers of Annuity in Nigeria, having started Annuity sales since 2013.

He disclosed that the company has over 7,500 annuitants who are being paid their monthly annuities.

Ajayi said, "The AIICO Annuity product is designed

"The choice of this theme was informed by the need to confront lack of general awareness, which is the greatest challenge facing our profession and the industry," she said.

She listed the five-point agenda she planned to implement as regular advocacy; professional development; enhanced insurance awareness; continued efforts on the institute's buildings and reorganisation of the secretariat.

"I declare my preparedness to resolutely drive the institute on the path of development," she said.

The Chairperson of the occasion, Mrs. Onikepo Akande, observed that insurance had not enjoyed the patronage it deserved in Nigeria, and that the negligible contribution to the nation's Gross Domestic Product should be a thing of concern to all insurance practitioners.

Akande said the investiture of Babington-Ashaye as the sixth female president of the institute was the result of her long and enduring journey as well as her professional and leadership qualities.

to pay customers for the entire duration of their life, no matter how long they live. We are committed to the eradication of old age poverty in Nigeria, one person at a time."

The company noted that AIICO Insurance asset backing annuity liabilities is in excess of N30bn, a testament to AIICO's commitment to ensure that all future commitment will be met at when due.

The Chief Operating Officer, Mr. Babatunde Fajemirokun said, "We thank all our existing customers; we will continue to be there for them and say a hearty welcome to all our intending customers."

Founded in 1963, AIICO provides life and health insurance, general insurance, investment management and pension management services as a means to create and protect wealth for individuals, families and corporate customers. The company has branches in 20 states across Nigeria.

marketplace.

The Chairman of the company, Mr. Farouk Yola, who noted that the 10th anniversary was remarkable in the history of the company, said the journey was challenging for FUG Pensions.

He said that out of 27 PFAs licensed by the National Pension Commission within the period under review, six had either merged or been acquired and that among those still operating, few had survived in their original form.

Though FUG Pensions was one of the late entrants into the industry, he said it had been able to weather the storm with over 120,000 Retirement Savings Account holders.



Mutual Benefits Assurance Plc

UNAUDITED RESULTS FOR THE PERIOD ENDED 30TH JUNE 2017

CONSOLIDATED AND SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2017

In thousands of Nigerian Naira	GROUP		COMPANY	
	JUNE 2017	JUNE 2016	JUNE 2017	JUNE 2016
Gross premium written	7,648,548	6,373,861	4,211,925	3,942,284
Gross premium income	7,619,948	6,451,842	4,200,091	3,911,900
Premium ceded to reinsurers	(947,841)	(888,194)	(560,752)	(818,958)
Net premium income	6,672,107	5,563,648	3,639,339	3,092,942
Fee and commission income	207,849	78,085	130,478	49,272
Net underwriting income	6,879,956	5,641,733	3,769,817	3,141,542
Net benefits and claims (Decrease)/increase in life fund	2,374,944	1,455,824	908,946	611,041
Increase in annuity reserve	60,000	-	-	-
Underwriting expenses	(22,749)	-	-	-
Net underwriting expenses	4,199,204	3,012,047	1,750,158	1,470,479
Underwriting profit	2,680,662	2,629,686	2,019,659	1,671,063
Profit/(loss) on investment contracts	497,347	321,123	-	-
Investment income	656,989	199,163	341,153	166,291
Net fair value gain on assets at FVTPL	50,244	(12,807)	50,244	(12,807)
Other income	235,046	90,035	6,663	53,306
Impairment charges	(95,510)	-	-	-
Employee benefit expenses	(1,011,248)	(783,124)	(499,776)	(387,882)
Other management expenses	(1,676,192)	(1,704,571)	(967,775)	(1,016,494)
Net foreign exchange differences	(265,266)	(364,104)	(258,173)	(364,071)
Result of operating activities	1,072,072	375,401	692,013	109,406
Finance costs	(23,656)	(13,254)	-	-
Finance income	43,347	107,665	-	-
Profit before income tax	1,092,363	469,812	692,013	109,406
Income tax expense	(315,848)	(106,235)	(297,604)	(32,518)
Profit for the year	776,515	363,577	484,409	76,887
Profit attributable to:				
Owners of the parent	763,711	351,271	484,409	76,887
Non-controlling interests	12,804	12,306	-	-
	776,515	363,577	484,409	76,887
Other comprehensive income:				
Items that are or may be reclassified to the profit or loss account:				
Foreign currency translation differences	69,963	12,548	-	-
Other comprehensive income for the year	69,963	12,548	-	-
Total comprehensive income for the year	846,478	376,125	484,409	76,887
Profit attributable to:				
Owners of the parent	828,159	363,819	484,409	76,887
Non-controlling interest	18,319	12,306	-	-
	846,478	376,125	484,409	76,887
Earnings per share:				
Earnings per share for profit from total operations attributable to equity holders of parent				
Basic and diluted (kobo)	10	4	6	1

CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION FOR THE PERIOD ENDED 30TH JUNE 2017

In thousands of Nigerian Naira	GROUP		COMPANY	
	JUNE 2017	DEC 2016	JUNE 2017	DEC 2016
ASSETS				
Cash and cash equivalents	10,108,047	10,734,375	4,371,705	3,804,953
Financial assets				
Available-for-sale investment securities	849,504	849,374	21,553	21,553
Fair value through profit or loss	95,730	64,097	95,730	64,097
Loans and receivables	13,587,503	12,410,169	740,920	770,941
Held to maturity	9,701,016	8,214,636	2,298,767	2,030,905
Assets pledged as collateral	136,581	91,188	136,581	91,188
Trade receivables	613,614	462,616	256,123	102,994
Reinsurance assets	2,205,881	1,871,738	1,016,589	1,057,693
Other receivables and prepayments	1,274,678	888,017	418,430	319,213
Deferred acquisition costs	406,906	340,338	313,699	235,053
Finance lease receivables	407,150	420,048	135,674	147,965
Inventories	1,332,864	1,332,864	-	-
Investment properties	8,651,390	8,726,390	56,000	56,000
Investments in subsidiaries	-	-	4,000,000	4,000,000
Intangible assets	62,239	73,530	17,919	33,305
Property, plants and equipment	3,841,688	4,024,299	2,970,047	3,152,644
Statutory deposit	500,000	500,000	300,000	300,000
Deposit for shares	480,588	460,588	410,588	390,588
Goodwill	1,543	1,543	-	-
Total assets	54,256,922	51,465,810	17,566,326	16,579,092
LIABILITIES				
Insurance contract liabilities	8,519,232	7,401,871	3,835,756	3,822,730
Investment contract liabilities	26,220,047	25,956,771	-	-
Trade payables	1,446,945	1,270,219	810,222	452,495
Other liabilities	1,425,624	1,710,999	216,953	287,412
Deposit liabilities	431,705	203,845	-	-
Borrowings	6,536,420	6,258,070	6,536,420	6,258,070
Current income tax liabilities	653,412	503,843	339,912	217,743
Deferred tax liabilities	1,147,428	1,147,428	729,917	729,917
Total liabilities	46,382,813	44,453,046	12,271,180	11,768,357
EQUITY				
Share Capital	4,000,000	4,000,000	4,000,000	4,000,000
Treasury shares	(250)	(250)	-	(250)
Foreign currency translation reserve	970,960	906,502	-	-
Contingency reserve	2,688,058	2,539,160	2,305,873	2,179,515
Revaluation reserve	1,288,563	1,288,563	1,288,563	1,288,563
Accumulated losses	(1,224,800)	(1,838,618)	(2,295,040)	(2,557,093)
Shareholders' fund	7,717,516	6,889,357	5,295,146	4,810,735
Total equity attributable to the:				
Owners of the parent	7,717,516	6,889,357	5,295,146	4,810,735
Non-controlling interests in equity	156,593	123,407	-	-
Total equity	7,874,109	7,012,764	5,295,146	4,810,735
Total liabilities and equity	54,256,922	51,465,810	17,566,326	16,579,092

These financial statements were approved by the Board on July 27th, 2017 and signed on its behalf by:

Mr. Abayomi Ogunwo
FRIC/2015/CAN/0000011225
Chief Finance Officer

Mr. Olusegun Omoshin
FRIC/2013/CIIN/00000003103
Managing Director

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