

# FG owes 3,504 housing contractors,

Sunday Aborisade, Abuja

**T**HE Minister of Works and Housing, Mr Babatunde Fashola, said on Thursday that his ministry owed 3,504 contractors handling its various housing projects N69.9bn.

Fashola stated this when he appeared before the joint National Assembly Committee on Housing to defend his ministry's 2021 budget estimates.

The minister sought the assistance of the lawmakers on how to defray the liabilities because the N76.4bn allocated to the ministry in the 2021 budget would be grossly inadequate to execute its 86 projects across the country.

Fashola specifically sought the understanding of the lawmakers to assist in defraying the liabilities. He said 2,601 contractors being owed N33.9bn actually executed constituency projects.

He pleaded with the lawmakers to identify the affected projects in their constituencies that had attracted huge liabilities and pick them as their special intervention projects for 2021 instead of proposing new ones.

Fashola said, "If we have liabilities of N69.9bn, how far will a budget of N76bn then take us."

"Now the big elephant in the room is the outstanding liabilities and I'll like to say with every sense of modesty that I think that we should be commended for bringing this out now when something can be done about it."

"We have not taken a decision

## says Fashola

to forsake those projects. What has simply happened is that we haven't paid enough attention to them to make sure that they are properly appropriated for, to make sure they are properly funded to completion.

"The big ticket items in our presentation is the housing projects of N30bn.

"The next one is special projects. Who are special projects? Special projects are your constituents and those are the people on whose behalf you are here.

"They are the primary schools, the mathematics centres, the skills centres... that is what it is.

"So we have to make a choice. That is why we are saying, instead of starting new ones next year, let's look for possible solution.

"Let's behave like the very smart people that we are and so instead of starting a new one next year, let's use next year's appropriation to finish this so that we can pay

those small contractors and there will not be default in the system."

The lawmakers rejected the idea and instead asked the minister to propose a supplementary budget for the purpose of paying the contractors that handled the building of schools under the special intervention programmes.

The Chairman of the joint National Assembly Committee on Housing, Senator Sam Egwu, interjected saying that money should be appropriated specifically for completing such projects.

Egwu said, "It is better that you appropriate it in the budget so that the money will be meant specifically for completing the projects and so that they don't remain abandoned.

"Nobody is suggesting that you abandon them. We are just saying that instead of using the money for the current year to pay liabilities, you appropriate money from the beginning so that money for that will be used to clear outstanding debts."

## NDIC to insure non-bank deposits taking institutions

Nike Popoola

**T**HE Nigeria Deposit Insurance Corporation has said that it is trying to identify and provide insurance cover for non-bank deposit taking institutions.

The Managing Director/Chief Executive Officer, NDIC, Umaru Ibrahim, said this during a workshop for journalists in Kaduna on Thursday.

He said, "There are two main

concerns for the corporation on fintech: these are how to identify and insure non-bank deposit taking institutions licenced by the Central Bank of Nigeria and other agencies e.g. Securities and Exchange Commission.

"Currently, there is an ongoing engagement with the relevant regulatory agencies on how to actualise that within the limits of legal provision.

## 27th ANNUAL LAPO DEVELOPEMENT FORUM

**L**ift Above Poverty Organisation (LAPO), a leading non-governmental organization, cordially invites government functionaries and agencies, policymakers, political and Religious leaders, the academia, civil society organizations, professional bodies, development partners, health practitioners and the general public to its forthcoming Forum.

**THEME:**  
**Improving Access to Quality Maternal and Child Health Care In Rural Communities: Issues and Perspectives.**

Date: Wednesday, November 18, 2020.

Time: 10:00 am prompt.

Modality: **zoom webinar**



**CHAIRMAN**  
Hon. Justice Samson O. Uwailo, CON JSC (Retd)



**KEYNOTE SPEAKER**  
Bishop (Prof) Vincent Iyawe  
Former Provost, College of Medicine, UNIBEN



**CHIEF HOST**  
Godwin E. Ehigiamusoe, PhD  
CEO, LAPO

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PARTNERS:

Federal Ministry of Health Nigeria Medical Association (Edo State, Chapter)

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## Mutual Benefits Assurance Plc

SUMMARY OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 2020

The Directors present the summary unaudited financial statements of Mutual Benefits Assurance Plc for the period ended 30 September 2020. These summary of financial statements are derived from the full unaudited financial statements for the period ended 30 September, 2020 and are not the full financial statements of the Company.

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

FOR THE YEAR ENDED In thousands of Nigerian Naira	GROUP		COMPANY	
	September 2020	September 2019	September 2020	September 2019
<b>Gross premium written</b>	14,815,747	13,754,300	6,602,528	6,875,861
Gross premium income	14,026,112	12,390,145	6,021,155	6,094,085
Premium ceded to reinsurers	(2,128,630)	(1,782,089)	(1,477,173)	(1,279,899)
<b>Net premium income</b>	<b>11,897,482</b>	<b>10,608,056</b>	<b>4,543,977</b>	<b>4,817,206</b>
Fee and commission income	482,338	472,350	305,551	370,865
<b>Net underwriting income</b>	<b>12,379,820</b>	<b>11,080,428</b>	<b>4,849,528</b>	<b>5,187,871</b>
Net benefits and claims	5,504,889	3,623,061	2,248,966	1,464,888
Increase in life fund	250,000	-	-	-
Decrease in annuity reserve	(36,530)	(34,221)	-	-
Underwriting expenses	3,484,352	2,749,502	1,628,028	1,433,484
<b>Net underwriting expenses</b>	<b>9,163,511</b>	<b>6,345,242</b>	<b>3,876,994</b>	<b>2,898,152</b>
<b>Underwriting profit</b>	<b>3,196,469</b>	<b>4,735,184</b>	<b>972,534</b>	<b>2,289,719</b>
Profit/(loss) on investment contracts	1,063,907	518,171	-	-
Investment income	1,749,558	1,781,771	928,103	976,473
Net fair value gain on assets at FVTPL	1,994,682	(42,319)	752,594	(68,530)
Other income	45,483	197,947	32,044	170,814
Impairment charges	(2,852)	(4,051)	-	-
Employee benefit expenses	(1,374,143)	(1,613,747)	(741,028)	(653,750)
Other management expenses	(2,287,055)	(2,550,887)	(1,181,577)	(1,352,448)
Net foreign exchange differences	(1,646,724)	(199,073)	(1,646,724)	(199,073)
<b>Result of operating activities</b>	<b>2,649,395</b>	<b>2,913,996</b>	<b>(883,704)</b>	<b>1,066,207</b>
Finance costs	(9,296)	(194,762)	-	-
Finance income	22,122	194,762	-	-
<b>Profit before income tax</b>	<b>2,662,122</b>	<b>3,072,205</b>	<b>(883,704)</b>	<b>1,066,207</b>
Income tax expense	(288,828)	(513,758)	(45,504)	(319,862)
<b>Profit after tax</b>	<b>2,393,304</b>	<b>2,558,447</b>	<b>(929,208)</b>	<b>746,345</b>
<b>Profit attributable to:</b>				
Owners of the parent	2,278,762	2,538,821	(929,208)	746,345
Non-controlling interests	114,542	19,626	-	-
	<b>2,393,304</b>	<b>2,558,447</b>	<b>(929,208)</b>	<b>746,345</b>
<b>Earnings per share:</b>				
Basic and diluted (kobo)	20	25	-	-
<b>Profit for the year</b>	<b>2,393,304</b>	<b>2,558,447</b>	<b>(929,208)</b>	<b>746,345</b>
<b>Other comprehensive income (net of tax):</b>				
Items that may be reclassified to the profit or loss account in subsequent periods:				
Foreign currency translation differences	425,366	12,548	-	-
Revaluation Surplus	429,243	12,548	-	-
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods (net of tax)</b>	<b>854,609</b>	<b>24,096</b>	<b>-</b>	<b>-</b>
<b>Net Revaluation gains on Equity Instruments at FVOCI</b>	<b>2,458</b>	<b>-</b>	<b>2,458</b>	<b>-</b>
	<b>2,458</b>	<b>-</b>	<b>2,458</b>	<b>-</b>
<b>Total other comprehensive income for this year, net of tax</b>	<b>431,701</b>	<b>12,548</b>	<b>2,458</b>	<b>-</b>
<b>Total comprehensive income for the year, net of tax</b>	<b>2,825,005</b>	<b>2,570,995</b>	<b>(926,750)</b>	<b>746,345</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	2,534,137	2,552,369	(926,750)	746,345
Non-controlling interest	290,868	18,626	-	-
	<b>2,825,005</b>	<b>2,570,995</b>	<b>(926,750)</b>	<b>746,345</b>

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT In thousands of Nigerian Naira	GROUP		COMPANY	
	September 2020	December 2019	September 2020	December 2019
<b>ASSETS</b>				
Cash and cash equivalents	13,384,367	6,821,006	4,655,156	2,146,927
Financial assets				
Equity instruments at fair value through OCI	348,425	345,967	60,300	57,842
Fair value through profit or loss	19,980,253	7,845,303	5,332,845	3,353,930
Financial assets held for trading	19,789	23,914	19,759	23,914
Loans and receivables	13,172,820	11,161,262	274,031	277,110
Financial Assets at amortised cost	13,201,735	23,377,552	4,709,437	5,257,169
Financial assets held for trading pledged as collateral	112,889	123,742	112,889	123,742
Trade receivables	358,504	563,813	569,615	516,582
Reinsurance assets	3,934,653	4,313,967	1,844,314	1,823,103
Other receivables and prepayments	1,151,077	1,119,276	196,348	200,825
Deferred acquisition costs	592,183	526,618	421,040	355,388
Finance lease receivables	83,224	83,552	83,224	83,552
Inventories	436,156	436,156	-	-
Investment properties	6,931,000	6,931,000	58,000	56,000
Investments in subsidiaries	-	-	8,120,000	6,000,000
Intangible assets	46,527	50,090	15,138	23,957
Property, plants and equipment	3,406,707	3,426,326	2,245,739	2,398,161
Statutory deposit	500,000	500,000	300,000	300,000
Deposit for shares	7,238	7,238	127,238	127,238
Deferred tax assets	300,815	300,815	85,718	85,718
<b>Total assets</b>	<b>78,448,152</b>	<b>67,777,596</b>	<b>27,088,791</b>	<b>22,991,158</b>
<b>LIABILITIES</b>				
Insurance contract liabilities	16,028,883	14,100,809	6,061,298	5,028,508
Investment contract liabilities	27,615,977	26,266,129	-	-
Trade payables	3,113,469	2,415,121	1,572,029	1,227,507
Other liabilities	1,338,052	1,380,767	449,356	376,331
Deposit liabilities	369,130	389,640	-	-
Borrowings	8,479,270	6,752,845	6,479,270	6,752,845
Current income tax liabilities	996,622	893,369	567,558	642,173
Deferred tax liabilities	1,188,864	1,045,224	709,191	709,191
<b>Total liabilities</b>	<b>59,130,887</b>	<b>53,243,900</b>	<b>17,338,702</b>	<b>14,735,555</b>
<b>EQUITY</b>				
Share Capital	5,586,367	5,586,367	5,586,367	5,586,367
Treasury shares	(250)	(250)	(250)	(250)
Deposit for shares	1,921,236	-	1,921,236	-
Foreign currency translation reserve	1,364,128	938,821	-	-
Contingency reserve	3,951,397	3,482,493	2,943,548	2,745,470
Fair Value Reserve	(871,153)	(873,611)	(133,608)	(136,066)
Revaluation reserve	1,524,088	1,520,131	1,339,395	1,339,395
Retained earnings/(Accumulated losses)	4,272,197	2,598,997	(2,408,597)	(1,275,313)
Shareholders' Fund	17,947,990	13,432,849	9,250,889	6,255,663
<b>Total equity attributable to the:</b>				
Owners of the parent	17,947,990	13,432,849	9,250,889	6,255,663
Non-controlling interests in equity	1,370,075	1,100,847	-	-
<b>Total equity</b>	<b>19,318,065</b>	<b>14,533,696</b>	<b>9,250,889</b>	<b>6,255,663</b>
<b>Total liabilities and equity</b>	<b>78,448,152</b>	<b>67,777,596</b>	<b>27,088,791</b>	<b>22,991,158</b>

These financial statements were approved by the Board on the 30th day of October, 2020 and signed on its behalf by:

*Mr Abayomi Ogunwure*  
FRIC(2015)CAN/0000011225  
Chief Finance Officer

*Mr Femi Aarugba*  
FRIC(2013)CAN/0000003104  
Managing Director

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