



# Mutual Benefits Assurance Plc.

RC 269837

## SUMMARY CONSOLIDATED & SEPARATE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

The Directors present the summary financial statements of Mutual Benefits Assurance Plc ("the Company") and its subsidiary companies (together the "Group") for the year ended 31 December 2021. These summary financial statements are derived from the full financial statements for the year ended 31 December 2021 and are not the full financial statements of the Group and the Company. The Company's Independent Auditor issued an unmodified audit opinion on the full financial statements for the year ended 31 December 2021 from which these summary financial statements were derived.

### CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

As at 31 December, 2021 In thousands of Nigerian Naira	GROUP		COMPANY	
	31 DECEMBER 2021	31 DECEMBER 2020	31 DECEMBER 2021	31 DECEMBER 2020
<b>ASSETS</b>				
Cash and cash equivalents	14,164,438	11,420,144	2,719,127	4,761,993
Equity instruments at fair value through OCI	459,849	140,641	79,021	60,008
Financial assets at fair value through P/L	3,239,653	21,899,279	1,499,610	5,879,688
Financial assets at amortised cost	47,711,125	31,673,998	11,195,891	7,876,601
Financial assets held for trading pledged as collateral	137,283	140,648	137,283	140,648
Trade receivables	425,908	348,617	57,882	182,138
Reinsurance assets	4,656,470	4,311,840	2,386,324	1,885,227
Other receivables and prepayments	1,002,084	872,455	510,551	296,349
Deferred acquisition costs	950,020	587,978	655,070	432,422
Finance lease receivables	2,340	657	2,340	657
Inventories	44,299	169,799	-	-
Investment properties	6,091,000	6,721,000	56,000	56,000
Intangible assets	333,980	46,853	78,180	12,706
Property, plant and equipment	3,483,414	3,423,421	2,137,229	2,219,816
Investments in subsidiaries	-	-	6,120,000	6,120,000
Deferred tax assets	500,000	500,000	300,000	300,000
Statutory deposit	578,480	612,077	94,288	91,556
<b>Total assets</b>	<b>83,780,343</b>	<b>82,869,407</b>	<b>28,028,796</b>	<b>30,315,809</b>
<b>LIABILITIES</b>				
Insurance contract liabilities	23,464,143	17,572,283	9,957,655	7,428,602
Investment contract liabilities	30,178,616	28,447,267	-	-
Trade payables	2,145,731	2,127,006	701,977	756,603
Other liabilities	2,600,475	3,409,284	1,780,886	1,954,097
Deposit liabilities	1,327,465	301,618	-	-
Borrowings	2,338,331	3,890,130	2,338,331	3,890,130
Current income tax payable	485,119	904,704	228,456	616,987
Deferred tax liabilities	1,364,586	1,528,578	519,212	659,568
<b>Total liabilities</b>	<b>63,904,466</b>	<b>58,180,870</b>	<b>15,526,517</b>	<b>15,305,987</b>
<b>EQUITY</b>				
Share capital	10,030,811	5,586,367	10,030,811	5,586,367
Share premium	276,486	-	276,486	-
Treasury shares	(250)	(250)	(250)	(250)
Deposit for shares	-	4,800,000	-	4,800,000
Foreign currency translation reserve	1,551,085	1,161,602	-	-
Contingency reserve	4,702,054	4,172,059	3,531,871	3,118,041
Fair value reserve	(559,729)	(878,937)	(114,887)	(133,900)
Revaluation reserve	1,520,131	1,520,131	1,339,395	1,339,395
Retained earnings/(accumulated losses)	888,420	6,993,787	(2,561,147)	300,169
<b>Total ordinary shareholders' equity</b>	<b>18,409,008</b>	<b>23,354,759</b>	<b>12,502,279</b>	<b>15,009,822</b>
<b>Total equity attributable to the:</b>				
Owners of the parent	18,409,008	23,354,759	12,502,279	15,009,822
Non-controlling interests in equity	1,466,869	1,333,778	-	-
<b>Total equity</b>	<b>19,875,877</b>	<b>24,688,537</b>	<b>12,502,279</b>	<b>15,009,822</b>
<b>Total liabilities and equity</b>	<b>83,780,343</b>	<b>82,869,407</b>	<b>28,028,796</b>	<b>30,315,809</b>

The full consolidated and separate financial statements were approved by the Board of Directors on 29 April 2022 and signed on its behalf by:

Dr. Akin Ogunbiyi  
FRC/2013/CIIN/00000003114  
Chairman

Olufemi Asenuga  
FRC/2013/CIIN/00000003104  
Managing Director/CEO

Mr. Abayomi Ogunwo  
FRC/2015/ICAN/00000011225  
Chief Finance Officer

### CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December, 2021 In thousands of Nigerian Naira	GROUP		COMPANY	
	31 DECEMBER 2021	31 DECEMBER 2020	31 DECEMBER 2021	31 DECEMBER 2020
<b>Gross premium written</b>	<b>29,299,247</b>	<b>19,983,843</b>	<b>13,794,276</b>	<b>9,207,506</b>
Gross premium income	26,128,991	19,428,373	12,390,218	8,398,764
Premium ceded to reinsurers	(3,673,726)	(3,349,341)	(2,709,943)	(2,262,009)
<b>Net premium income</b>	<b>22,455,265</b>	<b>16,079,032</b>	<b>9,680,275</b>	<b>6,136,755</b>
Commission income	760,337	721,205	676,792	519,547
<b>Net underwriting income</b>	<b>23,215,602</b>	<b>16,800,237</b>	<b>10,357,067</b>	<b>6,656,302</b>
Net benefits and claims	10,805,690	7,995,711	4,657,566	3,556,150
Changes in individual life fund	850,885	192,942	-	-
Changes in annuity reserve	46,196	3,996	-	-
Underwriting expenses	6,447,918	4,931,501	3,514,575	2,147,094
<b>Net underwriting expenses</b>	<b>18,150,689</b>	<b>13,124,150</b>	<b>8,172,141</b>	<b>5,703,244</b>
<b>Underwriting profit</b>	<b>5,064,913</b>	<b>3,676,087</b>	<b>2,184,926</b>	<b>953,058</b>
Profit on investment contracts liabilities	397,679	416,303	-	-
Investment income	1,458,031	2,599,288	702,593	1,135,155
Net fair value (loss)/gain on assets at FVTPL	(5,596,216)	3,292,431	(1,463,467)	1,127,088
Other income	297,465	1,635,218	37,201	1,616,965
Impairment reversal/(loss) on financial assets	222,350	(921,635)	(9,109)	(86,123)
Employee benefit expenses	(2,036,556)	(1,917,481)	(1,034,847)	(989,293)
Management expenses	(4,756,422)	(3,959,046)	(2,551,488)	(2,011,304)
Net foreign exchange (losses)/gains	(594,940)	212,241	(560,822)	149,869
<b>Operating (loss)/profit</b>	<b>(5,543,696)</b>	<b>5,033,406</b>	<b>(2,695,013)</b>	<b>1,895,415</b>
Finance costs	(142,081)	(23,351)	(110,612)	(13,088)
Finance income	95,711	31,970	-	-
<b>(Loss)/profit before income tax</b>	<b>(5,590,066)</b>	<b>5,042,025</b>	<b>(2,805,625)</b>	<b>1,882,327</b>
Income tax credit/(expenses)	165,356	67,184	358,139	(19,471)
<b>(Loss)/profit for the year</b>	<b>(5,424,710)</b>	<b>5,109,209</b>	<b>(2,447,486)</b>	<b>1,862,856</b>
<b>(Loss)/profit attributable to:</b>				
Owners of the parent	(5,575,372)	5,131,816	(2,447,486)	1,862,856
Non-controlling interests	150,662	(22,607)	-	-
	<b>(5,424,710)</b>	<b>5,109,209</b>	<b>(2,447,486)</b>	<b>1,862,856</b>
<b>(Loss)/earnings per share:</b>				
<b>Basic and diluted (kobo)</b>	<b>(36)</b>	<b>46</b>	<b>(16)</b>	<b>17</b>
<b>(Loss)/Profit for the year</b>	<b>(5,424,710)</b>	<b>5,109,209</b>	<b>(2,447,486)</b>	<b>1,862,856</b>
<b>Other comprehensive income:</b>				
<b>Items that may be reclassified to the profit or loss account in subsequent periods:</b>				
Exchange differences on translation of foreign operations	371,911	478,319	-	-
	371,911	478,319	-	-
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</b>				
Net revaluation gains/(losses) on equity instruments at FVOCI	319,208	(205,326)	19,013	2,166
	319,208	(205,326)	19,013	2,166
<b>Total other comprehensive income/(loss) for the year, net of tax</b>	<b>691,119</b>	<b>272,993</b>	<b>19,013</b>	<b>2,166</b>
<b>Total comprehensive (loss)/income for the year, net of tax</b>	<b>(4,733,591)</b>	<b>5,382,202</b>	<b>(2,428,473)</b>	<b>1,865,022</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the parent	(4,866,682)	5,149,271	(2,428,473)	1,865,022
Non-controlling interest	133,091	232,931	-	-
	<b>(4,733,591)</b>	<b>5,382,202</b>	<b>(2,428,473)</b>	<b>1,865,022</b>

### INDEPENDENT AUDITOR'S REPORT



#### Independent Auditor's Report to the Members of Mutual Benefits Assurance Plc on the Summary Consolidated and Separate Financial Statements

##### Report on the Audit of the Summary Consolidated and Separate Financial Statements

##### Opinion

The summary consolidated and separate financial statements of Mutual Benefits Assurance Plc ("the Company") and its subsidiaries (together "the Group"), which comprise the consolidated and separate statements of financial position as at 31 December 2021, and the consolidated and separate statements of profit or loss and other comprehensive income for the year then ended, are derived from the audited financial statements of Mutual Benefits Assurance Plc for the year ended 31 December 2021.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with International Financial Reporting Standards as issued by the International Accounting Standard Board (IASB) and the relevant provisions of the Companies and Allied Matters Act, 2020, the Insurance Act 2003, the relevant National Insurance Commission (NAICOM) guidelines and circulars and the Financial Reporting Council of Nigeria Act No. 6, 2011.

##### The summary consolidated and separate financial statements

The summary consolidated and separate financial statements do not contain all the disclosures required by the International Financial Reporting Standards as issued by the International Accounting Standards Board (IASB), the provisions of the Companies and Allied Matters Act, 2020, the Insurance Act 2003, relevant policy guidelines issued by the National Insurance Commission (NAICOM) and the Financial Reporting Council of Nigeria Act No. 6, 2011, applied in the preparation of the consolidated and separate financial statements of the Group. The summary financial statements should be read in conjunction with the audited financial statements. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and the auditor's report thereon. The summary consolidated and separate financial statements and the audited consolidated and separate financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated and separate financial statements.

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

We expressed an unqualified opinion on the audited consolidated and separate financial statements in our report dated 4 August 2022. That report also includes the communication of key audit matters which discussed the adequacy of the valuation of insurance contract liabilities (outstanding claims).

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#### Directors' Responsibility for the Summary Consolidated and Separate Financial Statements

The Directors are responsible for the preparation and fair presentation of these summary consolidated and separate financial statements in accordance with International Financial Reporting Standards, the provisions of the Companies and Allied Matters Act, 2020, the Insurance Act 2003, the Financial Reporting Council of Nigeria Act No. 6, 2011 and relevant policy guidelines issued by the National Insurance Commission (NAICOM), and for such internal control as the Directors determine is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatements whether due to fraud or error.

#### Auditor's Responsibility for the Summary Consolidated and Separate Financial Statements

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited consolidated and separate financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA 810) Engagement to Report on Summary Financial Statements.

#### Report on Other Legal and Regulatory Requirements

In accordance with the requirements of Fifth schedule of the Companies and Allied Matters Act, 2020 and Section 28(2) of the Insurance Act 2003, we confirm that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- in our opinion, proper books of account have been kept by the Group and Company, in so far as it appears from our examination of those books;
- the consolidated and separate statements of financial position and the consolidated and separate statements of profit or loss and the consolidated and separate statements of other comprehensive income are in agreement with the books of account; and
- in our opinion, the consolidated and separate financial statements have been prepared in accordance with the provisions of the Companies and Allied Matters Act, 2020 and of section 28(2) of the Insurance Act 2003, so as to give a true and fair view of the state of affairs and financial performance of the Company and its subsidiaries.

Sayo Elumaro, FCA  
FRC/2012/ICAN/0000000139  
For: Ernst & Young  
Lagos, Nigeria  
Date: 4 August 2022



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**Mutual Benefits Assurance Plc.**

RC 269637

**SUMMARY OF FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 2022**

The Directors present the summary of unaudited financial statements of Mutual Benefits Assurance Plc., for the period ended 30 June 2022. These summary financial statements are derived from the full unaudited financial statements for the period ended 30 June, 2022 and are not the full financial statements of the Company.

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

FOR THE PERIOD ENDED in thousands of Nigerian Naira	GROUP		COMPANY	
	JUNE 2022 ACTUAL YTD	JUNE 2022 ACTUAL YTD	JUNE 2022 ACTUAL YTD	JUNE 2022 ACTUAL YTD
<b>Gross premium written</b>	18,446,567	15,340,013	8,936,556	7,828,276
Gross premium income	15,637,289	13,506,266	7,431,631	6,804,656
Premiums ceded to reinsurers	(1,890,459)	(1,534,783)	(1,460,965)	(1,291,844)
<b>Net premium income</b>	<b>13,746,830</b>	<b>11,971,483</b>	<b>5,970,666</b>	<b>5,512,812</b>
Fees and commission income	437,288	359,163	342,703	323,747
<b>Net underwriting income</b>	<b>14,184,118</b>	<b>12,330,646</b>	<b>6,313,369</b>	<b>5,836,559</b>
Net benefits and claims	4,711,018	3,611,920	2,230,979	1,660,618
Changes in life fund	380,742	-	-	-
Changes in annuity reserve	(20,954)	(21,419)	-	-
Underwriting expenses	3,739,366	3,215,142	1,752,276	1,587,756
<b>Net underwriting expenses</b>	<b>8,810,172</b>	<b>6,805,643</b>	<b>3,983,255</b>	<b>3,248,374</b>
<b>Underwriting profit</b>	<b>5,373,946</b>	<b>5,525,003</b>	<b>2,330,114</b>	<b>2,588,185</b>
Profit/(loss) on investment contracts	215,295	275,319	-	-
Investment income	1,122,400	559,421	536,875	301,113
Net fair value gain/(loss) on assets at FVTPL	89,669	(5,517,280)	29,362	(1,620,813)
Other income	131,223	242,161	10,340	24,938
Impairment reversal/(loss) on financial assets	21,540	853	-	-
Employee benefit expenses	(1,075,174)	(1,044,044)	(536,562)	(534,149)
Management expenses	(2,048,468)	(1,672,123)	(1,220,662)	(982,177)
Net foreign exchange (losses)/gains	11,042	(152,439)	112,042	(152,439)
<b>Operating profit/(loss)</b>	<b>3,876,453</b>	<b>(1,783,109)</b>	<b>1,261,509</b>	<b>(375,342)</b>
Finance costs	(52,348)	(83,078)	(20,299)	(82,063)
Finance income	110,884	20,387	-	-
<b>Profit/(Loss) before income tax</b>	<b>3,934,989</b>	<b>(1,845,800)</b>	<b>1,241,210</b>	<b>(457,405)</b>
Income tax (expense)/credit	(397,384)	(138,533)	(293,896)	(42,939)
<b>Profit/(Loss) for the year</b>	<b>3,537,605</b>	<b>(1,984,333)</b>	<b>947,314</b>	<b>(500,344)</b>
<b>Profit/(Loss) attributable to:</b>				
Owners of the parent	3,433,332	(2,093,528)	947,314	(500,344)
Non-controlling interests	104,273	109,195	-	-
	<b>3,537,605</b>	<b>(1,984,333)</b>	<b>947,314</b>	<b>(500,344)</b>
<b>Earnings/(Loss) per share:</b>				
Earnings/(Loss) per share for profit/(loss) attributable to equity holders of parent				
Basic and diluted (kobo)	17	(18)	5	(4)
<b>Profit/(loss) for the year</b>	<b>3,537,605</b>	<b>(1,984,333)</b>	<b>947,314</b>	<b>(500,344)</b>
<b>Other comprehensive income (net of tax):</b>				
<b>Items that may be reclassified to the profit or loss account in subsequent periods:</b>				
Exchange differences on translation of foreign operations	(78,523)	858,425	-	-
<b>Total other comprehensive income for the year, net of tax</b>	<b>(78,523)</b>	<b>858,425</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(loss) for the year, net of tax</b>	<b>3,459,082</b>	<b>(1,125,908)</b>	<b>947,314</b>	<b>(500,344)</b>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the parent	3,539,532	(1,318,198)	947,314	(500,344)
Non-controlling interests	(80,450)	192,290	-	-
	<b>3,459,082</b>	<b>(1,125,908)</b>	<b>947,314</b>	<b>(500,344)</b>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

AS AT in thousands of Nigerian Naira	GROUP		COMPANY	
	JUNE 2022 ACTUAL YTD	DECEMBER 2021 ACTUAL YTD	JUNE 2022 ACTUAL YTD	DECEMBER 2021 ACTUAL YTD
<b>ASSETS</b>				
Cash and cash equivalents	16,256,361	14,164,437	1,997,417	2,719,127
Financial assets				
Equity instruments at fair value through OCI	459,849	459,849	79,021	79,021
Financial assets at fair value through profit or loss	3,341,911	3,239,653	1,540,700	1,499,610
Financial assets at amortised cost	49,817,764	47,711,126	11,741,755	11,195,891
Financial assets held for trading pledged as collateral	127,212	137,283	127,212	137,283
Trade receivables	1,731,185	425,908	1,028,333	57,882
Reinsurance assets	5,286,803	4,656,470	2,794,734	2,386,324
Other receivables and prepayments	900,775	1,002,084	487,135	510,551
Deferred acquisition costs	1,233,913	950,021	892,620	655,070
Finance lease receivables	8,152	2,340	8,152	2,340
Inventories	44,299	44,299	-	-
Investment properties	5,641,000	6,091,000	56,000	56,000
Intangible assets	360,524	333,980	90,786	78,180
Property, plant and equipment	3,350,872	3,483,414	2,148,385	2,137,229
Investments in subsidiaries	-	-	6,120,000	6,120,000
Statutory deposit	500,000	500,000	300,000	300,000
Deferred tax assets	578,480	578,480	94,288	94,288
<b>Total assets</b>	<b>89,639,100</b>	<b>83,780,343</b>	<b>29,479,538</b>	<b>28,028,796</b>
<b>LIABILITIES</b>				
Insurance contract liabilities	26,600,162	23,464,143	11,634,404	9,957,655
Investment contract liabilities	31,147,165	30,178,616	-	-
Trade payables	3,054,704	2,145,731	1,200,937	701,977
Other liabilities	1,659,686	2,600,475	1,815,849	1,780,886
Deposit liabilities	1,668,810	1,327,465	-	-
Borrowings	400,870	2,338,331	400,870	2,338,331
Current income tax liabilities	709,206	485,119	458,673	228,456
Deferred tax liabilities	1,063,537	1,364,586	519,212	519,212
<b>Total liabilities</b>	<b>66,304,140</b>	<b>63,904,466</b>	<b>16,029,945</b>	<b>15,526,517</b>
<b>EQUITY</b>				
Share capital	10,030,811	10,030,811	10,030,811	10,030,811
Share Premium	276,486	276,486	276,486	276,486
Treasury shares	(250)	(250)	(250)	(250)
Foreign currency translation reserve	1,657,287	1,551,085	-	-
Contingency reserve	5,196,659	4,702,054	3,799,969	3,531,871
Fair value reserve	(559,729)	559,729	(114,887)	(114,887)
Revaluation reserve	1,520,131	1,520,131	1,339,395	1,339,395
Retained Earnings/(accumulated losses)	3,827,146	888,420	(1,881,931)	(2,561,147)
<b>Total shareholders' fund</b>	<b>21,948,541</b>	<b>19,528,466</b>	<b>13,449,593</b>	<b>12,502,279</b>
<b>Total equity attributable to the:</b>				
Owners of the parent	21,948,541	19,528,466	13,449,593	12,502,279
Non-controlling interests in equity	1,386,419	1,466,689	-	-
<b>Total equity</b>	<b>23,334,960</b>	<b>20,995,155</b>	<b>13,449,593</b>	<b>12,502,279</b>
<b>Total liabilities and equity</b>	<b>89,639,100</b>	<b>83,780,343</b>	<b>29,479,538</b>	<b>28,028,796</b>

These financial statements were approved by the Board on the 29th July 2022 and signed on its behalf by:

Mr. Abayomi Ogunwo  
FRC/2015/CAN/00000011225  
Chief Finance Officer

Mr. Femi Asenuga  
FRC/2013/CIIN/00000003104  
Managing Director