

AUDITED FINANCIAL STATEMENTS
For The Period Ended 30, September 2024

Universal Insurance Plc

RC 2460

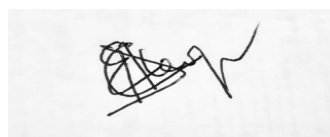
UNIVERSAL INSURANCE PLC
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30TH SEPTEMBER 2024

		COMPANY	
		30-Sep-24	30-Sep-23
		N'000	N'000
Assets			
Cash and Cash Equivalents	6	1,850,137	1,311,993
Financial Assets	7	2,242,718	3,046,375
Trade Receivable	8	980,075	748,132
Reinsurance Contract Assets	9	970,622	817,107
Deferred Acquisition cost	10	941,671	661,820
Deferred tax assets	23.a	403,685	403,685
Other Receivables	11	434,397	468,833
Investment in Subsidiaries	12	2,826,202	2,488,184
Investment Properties	13	2,408,229	1,923,414
Intangible Asset	14	294,219	65,353
Property, Plant and Equipment	15	4,455,576	3,046,114
Statutory Deposits	16	335,000	335,000
Total Assets		18,142,531	15,316,009
Liabilities			
Insurance Contract Liabilities	17	4,875,060	3,483,262
Borrowings	18	-	-
Trade payable	19	111,747	109,412
Other payable	20	526,819	677,209
Employee benefit liability	21	-	-
Income Tax liabilities	22	1,415	13,174
Deferred tax liabilities	23	296,875	296,875
Total Liabilities		5,811,917	4,579,933
Equity			
Issued and paid Share capital	24. 1	8,000,000	8,000,000
Share Premium	24. 2	825,018	825,018
Contingency Reserves	24. 3	2,254,388	1,111,377
Fair value reserve	24. 4	6,460	6,460
Non Current assets revaluation reserve	24. 5	768,329	768,329
Retained earnings	24. 6	476,419	24,893
Shareholders funds		12,330,614	10,736,076
Other equitiy instruments		-	-
Non - controlling interests			
TOTAL EQUITY & LIABILITIES		18,142,531	15,316,009

Signed on behalf of the Board of Directors on, October 15, 2024



DR JEFF DURU
ACTING MD/CEO
FRC/2018/CIIN/00000018014



EKEOPARA DORIS
CHIEF FINANCE OFFICER
FRC/2014/ICAN/00000009074

The accounting policies and the accompanying notes form an integral part of these f

UNIVERSAL INSURANCE PLC
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30TH SEPTEMBER 2024

	Notes	COMPANY	
		30-Sep-24 N'000	30-Sep-23 N'000
Gross Premium written	25	12,289,437	7,583,004
Decrease/(increase) in unearned premium		(2,444,375)	(2,031,555)
Gross Premium Earned		9,845,062	5,551,449
Reinsurance Premium Expense	26	(1,894,480)	(955,696)
Net Insurance Premium Income		7,950,582	4,595,753
Fees and Commission income	27	167,837	128,631
Total Underwriting Income		8,118,419	4,724,384
Insurance benefits			
Claims expenses	28	(965,822)	(621,129)
Increase/(Decrease) in claims and IBNR reserves per actuarial valuation	28	-	-
Claims Expense Recovery from Reinsurance	28	581,376	380,975
Change in contract liabilities	28	-	-
Net insurance benefit and claims		(384,446)	(240,154)
Underwriting Expenses			
Acquisition expenses	29	(1,924,484)	(955,927)
Maintenance expenses	29	(2,556,253)	(1,576,320)
Total Underwriting Expenses		(4,480,738)	(2,532,248)
Underwriting Profit/(Loss)		3,253,235	1,951,983
Investment income	30	107,796	180,279
Other operating income		-	-
Total investment income		107,796	180,279
Net Income		3,361,031	2,132,262
Unrealised fair value gain/(loss)		(753,447)	520,488
Net realised gains/(loss) on financial assets	31 (i)	-	-
Deferred tax derecognised on reclassification of financial assets	23	-	-
Net fair value gain/(loss) on investment properties		-	-
Other operating and administrative expenses	32	(2,375,569)	(1,694,556)
Total Expenses		(3,129,016)	(1,174,067)
Result of operating activities		232,015	958,195
Interest expense	33	-	-
Profit or (Loss) before Taxation		232,015	958,195
Income Tax (Expense)/ Credit	22.1a	(1,415)	(20,218)
Profit or Loss after Taxation		230,600	937,977
Profit/(Loss) to Equity holder		230,600	937,977
Other comprehensive income /(loss)		-	-
Revaluation surplus on PPE		-	-
Total other comprehensive income		-	-
Total comprehensive income / (loss) for the year		-	-
Profit attributable to:			
Equity holders of the Company		230,600	937,977
Non-controlling interest		-	-
Profit/(loss) for the period		230,600	937,977
Other Comprehensive income			
<i>Items within OCI that may be reclassified to the profit or loss;</i>			
Fair value changes in AFS financial assets		-	-
Deferred tax impact of changes in AFS financial assets		-	-
<i>Items within OCI that will not be reclassified to the profit or loss;</i>			
2020 impairment gain/loss on Financial Assets		-	-
PPE revaluation gains		-	-
Deferred tax impact of revaluation gains		-	-
Other comprehensive income for the period		-	-
Total comprehensive income		230,600	937,977
Total comprehensive income attributable to:			
Equity holders of the company		230,600	937,977
Non-controlling interests		-	-
Total comprehensive income for the period		230,600	937,977
Earnings per share-(basic and diluted)(Kobo)	34	1.44	5.86

UNIVERSAL INSURANCE PLC
COMPUTATION OF SOLVENCY MARGIN

AS AT 30th SEPTEMBER 2024

	TOTAL	Inadmissible	Admissible
	N'000	N'000	N'000
1 ASSETS			
Cash and bank balances	1,850,137		1,850,137
Financial Assets - Quoted	2,242,718		2,242,718
Financial Assets - Unquoted	-	-	-
Trade Receivable	980,075		980,075
Reinsurance Assets	970,622		970,622
Deferred Acquisition cost	941,671		941,671
Deferred tax assets	403,685	403,685	0
Other Receivable	434,397	389,775	44,622
Investment in Subsidiaries	2,826,202	724,464	2,101,738
Investment Properties	2,408,229	1,169,000	1,239,229
Intangible Asset	294,219	294,219	-
Property, Plant and Equipment	4,455,576	4,207,853	247,722
Statutory Deposits	335,000		335,000
A	18,142,531	7,188,996	10,953,535
LIABILITIES			
Insurance Contract Liabilities	4,875,060		4,875,060
Trade payable	111,747		111,747
Other payable	526,819		526,819
Employee benefit liability	-		-
Income Tax liabilities	1,415		1,415
Deferred tax liabilities	296,875	296,875	-
B	5,811,917	296,875	5,515,042
Excess of total admissible assets over admissible liabilities (A - B)			5,438,493
Higher of:			
Gross premium written			9,845,062
Less: Reinsurance expenses			(1,894,480)
Net Premium			7,950,582
15% of Net Premium	C		1,192,587
Solvency Margin	D		5,438,493
Minimum Paid up Capital	E		3,000,000
Excess of solvency margin over minimum capital base			2,438,493

UNIVERSAL INSURANCE PLC

Statement Of Cash Flows

FOR THE PERIOD ENDED 30th SEPT 2024	COMPANY	
	30-Sep-24	30-Sep-23
	N'000	N'000
Cash flows from operating activities		
Insurance premium received from policy holders, Brokers & Agents, Cedants	12,057,494	7,092,175
Commission received	167,837	128,631
Reinsurance receipts in respect of claims	(277,055)	(295,952)
Reinsurance premium paid	(1,894,480)	(955,696)
Prepaid Minimum and Deposit on Oil & Gas	-	(11,276)
Other operating cash payments	(1,955,206)	(559,148)
Insurance benefits and Claims paid	(1,595,100)	(1,293,670)
Payments to intermediaries to acquire insurance contracts	(2,411,708)	(1,425,517)
Maintenance expenses	(2,556,253)	(1,576,320)
Interest Received	100,273	25,678
Dividend Income Received	253	145,408
Cash generated from operations	1,636,054	1,274,313
Interest Paid	-	-
Company Income Tax paid	(19,254)	(26,298)
Net cash provided by operating activities	1,616,800	1,248,015
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(583,836)	(587,811)
Purchase of Intangible Assets	(131,880)	(10,166)
Purchase of Listed Equities	-	0
Investment income and other receipts	7,270	9,193
Universal Hotel Income	-	0
Repayment of Staff Debtors	-	-588,784
Unlisted AFS Disposed		
Net Cash provided by investing activities	(708,445)	-
Cash Flows from Financing Activities		
Proceeds from borrowings	-	-
Net cash provided by financing activities	-	-
Net Increase/(decrease) in cash and cash equiv.		652,762
Cash and Cash equivalent at the beginning	941,782	1,311,993
Net increase/decrease in cash and cash equivalents	908,355	233,474
Cash and Cash equivalent at the end of period	1,850,137	941,782

UNIVERSAL INSURANCE PLC
Statements of Changes in Equity (COMPANY)
FOR THE PERIOD ENDED 30TH SEPTEMBER 2024

In thousands of Nigerian naira

	Share Capital	Share Premium	Revaluation reserve	Contingency reserve	Fair value reserves	Retained earnings	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Balance at 1st January 2024	8,000,000	825,018	768,329	2,254,388	6,460	245,819	12,100,014
							-
	8,000,000	825,018	768,329	2,254,388	6,460	245,819	12,100,014
Total comprehensive income							
Profit and loss	-	-	-	-	-	230,600	230,600
Other comprehensive income							-
Gain on the revaluation of land and buildings			-				-
Foreign currency translation difference							-
Fair value reserve (available-for-sale) financial assets							-
Net change in fair value							-
Net amount transferred to profit or loss						-	-
Gain on the revaluation of land and buildings							-
Net Fair value changes in AFS financial assets							-
Net gain/loss on previous AFS reclassified to FVTPL						-	-
Fair value reserve derecognised on disposal							-
Transfer to contingency reserve				-		-	-
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	230,600	230,600
Transfer during the year	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-
Total contribution and distributions to owners	-	-	-	-	-	-	-
Balance at 30th June 2024	8,000,000	825,018	768,329	2,254,388	6,460	476,419	12,330,614
							-
Balance at 1 January 2023	8,000,000	825,018	768,329	883,887	6,460	(757,054)	9,726,640
							-
	8,000,000	825,018	768,329	883,887	6,460	(757,054)	9,726,640
Net amount transferred to profit or loss							-
Gain on the revaluation of land and buildings							-
Net Fair value changes in AFS financial assets							-
Net gain/loss on previous AFS reclassified to FVTPL						-	-
Fair value reserve derecognised on disposal							-
Transfer to contingency reserve				227,490		(227,490)	-
Other comprehensive income	-	-	-		-		-
Total comprehensive income for the period	-	-	-	227,490	-	(156,030)	937,977
Transfer during the year	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-
Total contribution and distributions to owners	-	-	-	-	-	-	-
Balance at 30 SEPT. 2023	8,000,000	825,018	768,329	1,111,377	6,460	24,893	10,664,616

- 33 Interest expense
Interest expense represents finance cost recognized on the bank loan during the year under review.

Earnings per share

	30-Sep-24 N'000	30-Sep-23 N'000
Profit attributable to equity holders	230,600	937,977
Weighted average number of ordinary shares in issue (in thousands)	16,000,000	16,000,000
34 Basic earnings per share (kobo per share)	1.44	5.86

The calculation of basic earnings per share at 31,Dec. 2023 was based on the profit attributable to ordinary shareholders and weighted average number of ordinary shares

35 RELATED PARTIES INTEREST

35.1 Related party transactions

Other Loans and Receivables	51,120	51,120
Other payables	4,569	4,569
Due to Related Parties	14,328	14,328
	<u>70,017</u>	<u>70,017</u>

Other Loans And Receivables of N51,120,000.00 is due to related party-- Universal Hotels Limited

35.2 Related Party

Conau Limited	-	-
Universal Hotels Limited	51,120	51,120
Frenchies Foods Nig. Ltd	4,569	4,569
Due to Related Parties	14,328	14,328
	<u>70,018</u>	<u>70,018</u>

36 Employees

The average number of persons employed by the Company during the year was as follows:

	COMPANY	
	30-Sep-24	30-Sep-23
	Number	Number
Executive directors	2	2
Management	49	49
Non-management	92	85
	<u>143</u>	<u>136</u>

37 Securities Trading Policy

Universal Insurance Plc. has adopted a Code of Conduct regarding securities transactions by its directors on terms which are no less exacting than the required standard set out in Rule 17.15, Rulebook of The Nigerian Stock Exchange, 2015 (Issuers' Rules) on Disclosure of Dealings in Issuers' Shares.

In relation to this Interim report (UFS Q4, 2019), we have made specific enquiry of all directors of the Company and we are satisfied that the directors have complied with the required standard set out in the listings rules and in our Company's Code of Conduct regarding securities transactions by directors.

38 CONTRAVENTIONS AND PENALTIES

During the year there was no noticed penalty by the National Insurance Commission (NAICOM) for any contravention of certain sections of the Insurance Act 2003 and certain circulars as issued by the NAICOM. Details of the contraventions and the related penalties are as follows.

	30-Sep-24 N'000	30-Jun-23 N'000
Penalty to Securities and Exchange Commission (SEC)(See (i) below)	-	-
Penalty to Financial Reporting Council of Nigeria (FRC)(See (ii) below)	-	-
	<u>-</u>	<u>-</u>

UNIVERSAL INSURANCE PLC

UNDERWRITING REVENUE ACCOUNT
FOR THE PERIOD ENDED 30TH SEPTEMBER 2024

	MOTOR	FIRE	GENERAL ACCIDENT	BOND	ENGINEERING	OIL & GAS	AVIATION	AGRIC INS	MARINE	09/24	30-Sep-23
	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Direct Premium Written	1,361,431	1,727,595	1,381,829	663,131	507,666	2,871,757	630,234	17,170	1,106,638	10,267,451	5,756,125
Reinsurance Accepted	97,395	365,513	67,368	51,814	63,544	1,142,588	78,768	16,687	138,309	2,021,986	1,826,879
Gross Premium Written	1,458,825	2,093,108	1,449,196	714,946	571,211	4,014,346	709,002	33,856	1,244,946	12,289,437	7,583,004
Changes in Reserve for Unexpired Risk (*)	(189,486)	(170,681)	(241,877)	(307,615)	(33,587)	(808,849)	(252,256)	5,309	(445,334)	(2,444,375)	(2,031,555)
Gross Premium Earned	1,269,339	1,922,428	1,207,320	407,330	537,624	3,205,497	456,746	39,165	799,613	9,845,062	5,551,449
Net Reinsurance Recovery (UPR) per actuarial valuation										-	-
Reinsurance cost	(26,075)	(232,404)	(97,597)	(52,321)	(63,996)	(1,203,418)	(52,600)	(9,946)	(156,123)	(1,894,480)	(955,696)
Net Premium Written	1,243,264	1,690,023	1,109,723	355,010	473,627	2,002,079	404,147	29,219	643,490	7,950,582	4,595,753
Commission Received	20,239	68,577	(5,567)	15,696	16,402	22,706	10,520	2,112	17,153	167,837	128,631
Net Income	1,263,503	1,758,600	1,104,156	370,706	490,029	2,024,785	414,667	31,331	660,643	8,118,419	4,724,384
Claims Incurred:											
Direct Claims Paid	257,596	187,546	524,416	-	152,669	262,817	163,059	10,201	36,797	1,595,100	1,293,670
Provision for Outstanding claims (IBNR)	(75,760)	(36,220)	(173,104)	2,033	(106,102)	(19,359)	(19,388)	(2,880)	(15,590)	(446,370)	(518,932)
Additional charge to claims reserve per actuarial valuation (IBNR)	-	-	-	-	-	-	-	-	-	-	-
Changes in Provision for Outstanding Claims (**)	21,630	(23,572)	(110,201)	22,588	(105,874)	(617)	15,403	(2,340)	75	(182,908)	(153,609)
Gross Claims Incurred	203,466	127,754	241,112	24,621	(59,307)	242,840	159,074	4,981	21,282	965,822	621,128
Reinsurance Claims Recovery per actuarial valuation										-	-
Reinsurance Recovery (IBNR) per actuarial valuation	-	-	-	-	-	-	-	-	-	-	-
Reinsurance Claims Recovery	(2,109)	(72,667)	(142,319)	(135,724)	(71,800)	(132,531)	(12,686)	(6,026)	(5,514)	(581,376)	(381,796)
Net Claims Incurred	201,356	55,087	98,793	(111,103)	(131,107)	110,309	146,388	(1,045)	15,768	384,446	239,332
Underwriting Expenses:											
Commission Paid	177,292	424,664	293,609	143,411	119,900	856,249	-	6,998	389,585	2,411,708	1,425,517
Changes in deferred commission	(23,702)	(37,418)	(49,068)	(61,549)	(12,416)	(172,309)	(53,060)	1,123	(78,825)	(487,224)	(469,590)
Additional (DCA) per actuarial valuation report										-	-
Maintenance expenses	280,310	277,921	277,921	277,921	277,921	277,921	277,921	277,921	330,496	2,556,253	1,576,320
Total Underwriting Expenses	433,900	665,167	522,463	359,783	385,405	961,861	224,861	286,041	641,255	4,480,738	2,532,248
Total Expenses	635,256	720,254	621,256	248,680	254,298	1,072,170	371,249	284,996	657,024	4,865,184	2,771,580
Underwriting Result	628,247	1,038,346	482,900	122,026	235,731	952,615	43,417	(253,665)	3,619	3,253,235	1,952,805
Provision for Unexpired Risk- 1 JANUARY 2024	684,667	498,392	233,173	3	234,527	762,881	39,685	17,421	66,005	2,536,754	1,038,161
Provision for Unexpired Risk- 30,SEPT 2024	874,153	669,073	475,050	307,618	268,113	1,571,730	291,941	12,112	511,339	4,981,130	3,069,716
Additional charge (UPR) per actuarial valuation	-	-	-	-	-	-	-	-	-	-	-
Provision for Unexpired Risk- 30 SEPT 2024	874,153	669,073	475,050	307,618	268,113	1,571,730	291,941	12,112	511,339	4,981,130	3,069,716
* Changes in reserve for unexpired Risk	(189,486)	(170,681)	(241,877)	(307,615)	(33,587)	(808,849)	(252,256)	5,309	(445,334)	(2,444,375)	(2,031,555)
Gross Claims Outstanding											
Provision for Outstanding Claims- 1 JANUARY 2024	86,581	37,626	180,094	251	106,127	21,442	23,254	2,940	17,330	475,644	529,560
Provision for Outstanding Claims- 30 SEPT 2024	108,212	14,054	69,894	22,838	253	20,824	38,656	600	17,405	292,736	375,951
** Changes in provision for outstanding claims	21,630	(23,572)	(110,201)	22,588	(105,874)	(617)	15,403	(2,340)	75	(182,908)	(153,609)