

UNIVERSAL INSURANCE PLC 1ST QUARTER MANAGEMENT ACCOUNT

For The Period Ended 31 March 2020

Universal Insurance Plc

RC 2460

UNIVERSAL INSURANCE PLC
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
As at 31 March 2020

	NOTES	COMPANY		
		31/03/2020	31/03/2019	31/12/2019
Assets		N'000	N'000	N'000
Cash and Cash Equivalents	6	150,586	230,658	106,264
Financial Assets	7	1,329,993	2,858,153	1,329,992
Trade Receivable	8	457,069	168,619	10,072.58
Reinsurance Assets	9	525,188	242,643	503,176
Deferred Acquisition cost	10	191,781	126,022	89,168
Other Receivable	11	466,619	1,883,305	175,820
Investment in Subsidiaries	12	2,450,251	2,451,741	2,449,516
Investment Properties	13	1,875,000	1,854,000	1,875,000
Intangible Asset	14	55,242	31,676	55,242
Property, Plant and Equipment	15	2,739,440	2,617,213	2,730,025
Statutory Deposits	16	335,000	335,000	335,000
Total Assets		10,576,168	12,799,030	9,659,277
Liabilities				
Insurance Contract Liabilities	17	1,604,621	960,836	1,096,048
Borrowings	18	-	-	-
Trade payable	19	102,107	25,108	88,852
Other payable	20	109,430	1,654,441	99,230
Employee benefit liability	21	-	4,749	-
Income Tax liabilities	22	34,473	20,539	19,182
Deferred tax liabilities	23	296,875	702,698	296,875
Total Liabilities		2,147,506	3,368,371	1,600,187
Equity				
Issued and paid Share capital	24. 1	8,000,000	8,000,000	8,000,000
Share Premium	24. 2	825,018	825,018	825,018
Contingency Reserves	24. 3	525,034	448,194	484,775
Fair value reserve	24. 4	6,459	1,583,838	6,459
Non Current assets revaluation reserve	24. 5	757,329	757,329	757,329
Retained earnings	24. 6	(1,685,178)	(2,183,722)	(2,014,490)
Shareholders funds		8,428,662	9,430,657	8,059,090
Other equitiy instruments		-	-	-
Non - controlling interests				
TOTAL EQUITY & LIABILITIES		10,576,168	12,799,028	9,659,278

Signed on behalf of the Board of Directors on 28 April, 2020



UJOATUONU BENEDICT
CHIEF EXECUTIVE OFFICER
FRC/2013/CIIN/0000003282



SAMUEL U. NDUBUISI
CHIEF FINANCE OFFICER
FRC/2013/ICAN/0000003290

Universal Insurance Plc

Statements of Comprehensive Income

For the PERIOD ENDED 31 March 2020

	Notes	COMPANY		
		31-Mar-20 N'000	31-Mar-19 N'000	31-Dec-19 N'000
Gross Premium written	25	1,341,992	650,905	1,870,255
Decrease/(increase) in unearned premium		(554,081)	132,146	(15,403)
Gross Premium Earned		787,911	783,051	1,854,853
Reinsurance Premium Expense	26	(22,765)	(12,147)	(360,654)
Net Insurance Premium Income		765,147	770,904	1,494,199
Fees and Commission income	27	19,543	5,598	79,984
Total Underwriting Income		784,689	776,502	1,574,182
<i>Insurance benefits</i>				
Claims expenses	28	(11,646)	(160,315)	(405,797)
Claims Expense Recovery from reinsurance	28	-	(24,085)	114,269
Change in contract liabilities	28	-	-	106,551
Net insurance benefit and claims		(11,646)	(184,400)	(184,977)
Underwriting Expenses				
Acquisition expenses	29	(132,940)	(64,568)	(297,382)
Maintenance expenses	29	(74,223)	(66,876)	(375,065)
Total Underwriting Expenses		(207,164)	(131,443)	(672,447)
Underwriting Profit/(Loss)		565,879	460,659	716,759
Investment income	30	24,471	52,840	122,097
Other operating income		-	-	-
Total investment income		24,471	52,840	122,097
Net Income		590,350	513,499	838,856
Impairment charges	31 (i)	-	-	(368,940)
Net realised gains/(loss) on financial assets	31 (ii)	-	-	821,843
Net fair value gain/(loss) on investment properties	31 (ii)	-	-	-
Other operating and administrative expenses	32	(204,173)	(452,059)	(1,102,641)
Total Expenses		(204,173)	(452,059)	(649,738)
Result of operating activities		386,178	61,438	189,118
Interest expense	33	-	-	-
Profit or (Loss) before Taxation		386,178	61,438	189,118
Income Tax Expense/ (Credit)		(16,606)	(14,438)	(10,780)
Profit or Loss after Taxation		369,572	47,000	178,338
Profit or Loss for the period		369,572	47,000	178,338
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		369,572	47,000	178,338
Non-controlling interest		-	-	-
Profit/(loss) for the period		369,572	47,000	178,338
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>				
2018 impairment gain/loss on Financial Assets		-	-	-
PPE revaluation gains	24.5	-	-	-
Deferred tax impact of revaluation gains	23	-	-	-
Other comprehensive income for the period		-	-	-
Total comprehensive income		369,572	47,000	178,338
Total comprehensive income attributable to:				
Equity holders of the company		369,572	47,000	178,338
Non-controlling interests		-	-	-
Total comprehensive income for the period		369,572	47,000	178,338
Earnings per share-(basic and diluted)	34	2.31	0.29	1.11

THE UNIVERSAL INSURANCE PLC

UNDERWRITING REVENUE ACCOUNT
 FOR THE PERIOD ENDED 31 March 2020

	MOTOR N'000	FIRE N'000	GENERAL ACCIDENT N'000	BOND N'000	ENGINEERING N'000	OIL & GAS N'000	AVIATION N'000	MARINE N'000	31/03/2020 N'000	31/03/2019 N'000
Direct Premium Written	120,227	637,785	141,746	17,270	8,798	191,696	144,913	(60,169)	1,202,267	609,420
Reinsurance Accepted	(18,512)	17,640	3,401	100	13,380	108,958	13,980	778	139,725	41,484
Gross Premium Written	101,716	655,426	145,147	17,370	22,179	300,654	158,893	(59,392)	1,341,992	650,904
Changes in Reserve for Unexpired Risk (*)	(77,300)	(480,998)	(40,468)	102,456	39,610	(118,698)	31,770	(10,453)	(554,081)	132,146
Gross Premium Earned	24,416	174,428	104,679	119,827	61,788	181,957	190,663	(69,845)	787,911	783,051
Net Reinsurance Recovery (UPR) per actuarial valuation										
Reinsurance cost	(1,546)	-	(14,148)	-	-	-	-	(7,070)	(22,765)	(12,147)
Net Premium Written	22,870	174,428	90,531	119,827	61,788	181,957	190,663	(76,915)	765,147	770,903
Commission Received	14,829	1,030	2,093	-	-	-	-	1,591	19,543	5,598
Net Income	37,698	175,458	92,624	119,827	61,788	181,957	190,663	(75,324)	784,689	776,501
Claims Incurred:										
Direct Claims Paid	28,136	7,766	20,343	(5,000)	4,759	-	-	1,151	57,154	85,511
Provision for Outstanding claims (IBNR)	(47,672)	(6,710)	(40,634)	8,590	(7,413)	(76,028)	(10,876)	(12,327)	(193,069)	(44,568)
Additional charge to claims reserve per actuarial valuation										
Changes in Provision for Outstanding Claims (**)	7,133	3,951	58,515	55,135	1,501	12,958	3,318	5,050	147,561	119,372
Gross Claims Incurred	(12,403)	5,007	38,224	58,726	(1,154)	(63,070)	(7,558)	(6,126)	11,646	160,315
Reinsurance Claims Recovery per actuarial valuation										
Reinsurance Claims Recovery	-	-	-	-	-	-	-	-	-	24,085
Net Claims Incurred	(12,403)	5,007	38,224	58,726	(1,154)	(63,070)	(7,558)	(6,126)	11,646	184,400
Underwriting Expenses:										
Commission Paid	14,374	132,105	29,180	3,308	1,400	35,095	1,355	18,736	235,553	93,998
Changes in deferred commission	(4,647)	(96,530)	(9,281)	7,646	9,405	(13,633)	7,854	(3,426)	(102,613)	(29,430)
Additional (DCA) per actuarial valuation report										
Maintenance expenses	9,410	9,090	9,090	9,090	9,090	9,090	9,090	10,270.96	74,223	66,876
Total Underwriting Expenses	19,137	44,666	28,989	20,045	19,895	30,552	18,299	25,581	207,164	131,443
Total Expenses	6,734	49,673	67,213	78,770	18,742	(32,518)	10,741	19,455	218,810	315,844
Underwriting Result	30,965	125,785	25,411	41,056	43,047	214,475	179,921	(94,780)	565,879	460,657
Provision for Unexpired Risk- 1 JANUARY 2020	117,865	54,510	81,599	29,930	41,410	96,294	71,874	54,372	547,854	532,451
Provision for Unexpired Risk- 31 March 2020	195,165	535,508	122,067	(72,526)	1,800	214,991	40,104	64,825	1,101,935	-
* Changes in reserve for unexpired Risk	(77,300)	(480,998)	(40,468)	102,456	39,610	(118,698)	31,770	(10,453)	(554,081)	132,146
Gross Claims Outstanding										
Provision for Outstanding Claims- 1 JANUARY 2020	21,453	13,468	87,118	135,471	1,136	21,126	2,669	26,986	309,427	390,202
Provision for Outstanding Claims- 31 March 2020	28,586	17,419	145,633	190,606	2,637	34,084	5,987	32,036	456,988	509,574
** Changes in provision for outstanding claims	7,133	3,951	58,515	55,135	1,501	12,958	3,318	5,050	147,561	119,372

Universal Insurance Plc
Statements of Changes in Equity (COMPANY)
for the period ended 31 March 2020

Company

In millions 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 1 January 2020	8,000,000	825,018	757,329	484,775	6,459	(2,014,490)	8,059,090
IFRS 9 Transition Adjustment							-
Total comprehensive income	8,000,000	825,018	757,329	484,775	6,459	(2,014,490)	8,059,090
Profit and loss	-	-	-	-	-	369,572	369,572
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 Financial Assets						-	-
Fair value reserve derecognised on disposal					-	-	-
Transfer to contingency reserve				40,260		(40,260)	-
Other comprehensive income	-	-	-	40,260	-	(40,260)	-
Total comprehensive income for the period	-	-	-	40,260	-	329,312	369,572
Transfer during the year	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-
Total contribution and distributions to owners	-	-	-	-	-	-	-
Balance at 31 March 2020	8,000,000	825,018	757,329	525,034	6,459	(1,685,178)	8,428,662
Balance at 1 January 2019	8,000,000	825,018	757,329	428,667	1,583,838	(2,211,195)	9,383,657
Total comprehensive income for the period							-
Profit or loss						47,000	47,000
Other comprehensive income							-
Gain on the revaluation of land and buildings	-	-	-	-	-	-	-
Net Fair value changes in AFS financial assets	-	-	-	-	-	-	-
Fair value reserve derecognised on disposal						(19,527)	-
Transfer to contingency reserve	-	-	-	19,527		(19,527)	-
Other comprehensive income for the period	-	-	-	19,527	-	-	-
Total comprehensive income for the period	-	-	-	19,527	-	27,473	47,000
Balance at 31 March 2020	8,000,000	825,018	757,329	448,194	1,583,838	(2,183,722)	9,451,784

Universal Insurance Plc
Statement Of Cash Flows

For the year ended 31 March 2020	COMPANY	
	31-Mar-20	31-Mar-19
	N'000	N'000
Cash flows from operating activities		
Insurance premium received from policy holders, Brokers & Agents, Cedants	499,462	732,579
Commission received	19,543	5,598
Reinsurance receipts in respect of claims	-	(24,085)
Reinsurance premium paid	(22,765)	(12,147)
Other operating cash payments	(268,631)	(465,714)
Insurance benefits and Claims paid	(11,646)	(85,511)
Payments to intermediaries to acquire insurance contracts	(235,553)	(93,998)
Maintenance expenses	(74,223)	(66,876)
Interest Received	24,471	50,260
Dividend Income Received	-	-
Cash generated from operations	(69,343)	40,104
Company Income Tax paid	(1,315)	(24,132)
Net cash provided by operating activities	(70,658)	15,972
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(9,415)	(9,661)
Purchase of Intangible Assets	-	(13,284)
Purchase of Listed Equities	-	-
Investment income and other receipts	0	-
Unlisted AFS Disposed	-	-
Net Cash provided by investing activities	(9,415)	(22,945)
Cash Flows from Financing Activities		
Proceeds from borrowings	-	-
Net cash provided by financing activities	-	-
Net Increase/(decrease) in cash and cash equiv.		
Cash and Cash equivalent at the beginning	230,658	237,631
Net increase/decrease in cash and cash equivalents	(80,072)	(6,973)
Cash and Cash equivalent at the end of period	150,586	230,658

UNIVERSAL INSURANCE PLC

COMPUTATION OF SOLVENCY MARGIN

AS AT 31 March 2020

	TOTAL N'000	Inadmissible N'000	Admissible N'000
1 ADMISSIBLE ASSETS			
Cash and bank balances	150,586		150,586
Financial Assets - Quoted	1,329,993		1,329,993
Financial Assets - Unquoted	-	-	-
Trade Receivable	457,069		457,069
Reinsurance Assets	525,188		525,188
Deferred Acquisition cost	191,781		191,781
Other Receivable	466,619	-	466,619
Investment in Subsidiaries	2,450,251	672,714	1,777,537
Investment Properties	1,875,000	816,000	1,059,000
Intangible Asset	55,242	55,242	-
Property, Plant and Equipment	2,739,440	2,649,279	90,161
Statutory Deposits	335,000		335,000
A	10,576,168		6,382,933
Insurance Contract Liabilities	1,604,621		1,604,621
Trade payable	102,107		102,107
Other payable	109,430		109,430
Employee benefit liability	-		-
Income Tax liabilities	34,473		34,473
Deferred tax liabilities	296,875	296,875	-
	2,147,506		1,850,631
Less Non Admissible Liabilities:			
Due to other insurance and reinsurance companies			-
B	2,147,506		4,532,302
Solvency Margin (A-B)	C		4,532,302
Minimum Solvency Margin	D		3,000,000
Surplus Solvency Margin	E		1,532,302

Universal Insurance Plc
Notes to the financial statements
For the PERIOD ended 31 March 2020

1 General Information:

The financial statements of the company for the period ended 31 March 2020 were authorised for issue in accordance with a resolution of the Directors.

The company is a public limited company incorporated and domiciled in Nigeria. The corporate head office is located at 8, Gbagada Expressway, Anthony, Lagos.

The Company is principally engaged in the business of providing risk underwriting, related financial services and hospitality services to its customers.

2 Summary of significant accounting policies:

The principal accounting policies applied in the preparation of these financial statements are disclosed.

3 Critical accounting estimates and judgements:

The company makes estimates and assumptions that affect the reported amounts of assets and liabilities within the period.

Estimates and judgements are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances

3. (i) Fair value of financial assets:

Available-for-sale financial assets are deemed to be impaired when there has been a significant or prolonged decline in the fair value below its cost.

This determination of what is significant or prolonged requires judgement. In making this judgement, group evaluates the normal volatility in share price, the financial health of the investee industry and sector performance, technological changes and cashflow among other factors. valuation techniques.

The fair value of financial instruments where no active market exists or where quoted prices are not available are determined by using

In these cases, the fair values are estimated from observable data derived for that instrument and valued in the case of the group, by applying the ruling exchange rate at close of business.

3. (ii) Liabilities arising from insurance contract:

Liabilities for unpaid claims are estimated on case by case basis. The reserves made for claims fluctuate based on the nature and severity of the claim reported.

Claims incurred but not reported (IBNR) are determined using statistical analyses. The group believes that the reserves are adequate for the period.

4 Insurance and Financial risks management

The Company issues contracts that transfer insurance risk or financial risk or both.

4.1 Financial Risk Management

The company monitors and manages the financial risks relating to the operations of the company through internal risk reports magnitude of risks.

These risks include:

- Market risk
- Credit risk
- Liquidity risk

4.1.1 Market Risk

Market risk is the risk of adverse financial impact as a consequence of market movements such as currency exchange rates, interest rates and other price changes.

Market risks arises due to fluctuations in both value of assets and liabilities. The company has established policies and procedures in order to manage market risks.

4.1.2 INTEREST RATE RISK MANAGEMENT

Interest rate risk is the risk that the value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The company is exposed to interest rate risk as the company invest in short term investments at fixed interest rates. Interest rate risk company also exists in products sold by the company.

The company manages this risk by adopting close asset/liability matching criteria, to minimise the impact of mismatches between asset and liability values arising from interest rate movements.

4.1.3 Credit risk

Credit risk is the risk that one party to a financial instrument will fail to honour its obligations and cause the Company to incur a financial loss.

The Company has adopted a policy of dealing only with creditworthy counterparties and obtaining sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults.

The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

Credit exposure is controlled by counterparty limits that are reviewed and approved by the risk management committee annually.

4.1.4 Liquidity risk

Liquidity risk is the risk that the company cannot meet its obligations associated with financial liabilities as they fall due. The company has adopted an appropriate liquidity risk management framework for the management of the company's liquidity requirements. The company manages liquidity risk by maintaining banking facilities and reserve borrowing facilities by continuously monitoring forecast and actual cashflows and matching the maturity profiles of assets and liabilities. The company is exposed to liquidity risk arising from clients on its insurance contracts. In respect of catastrophic events, there is liquidity risk from a difference in timing between claim payments and recoveries thereon from reinsurers.

Liquidity management ensures that the company has sufficient access to funds necessary to cover insurance claims, and maturing liabilities. The company's marketable securities which could be converted into cash when required.

4.2 Impairment assessment (Policy applicable from 1 January 2020)

The Company's ECL assessment and measurement method is set out below.
Significant increase in credit risk, default and cure

The Company continuously monitors all assets subject to ECLs. In order to determine whether an instrument or a portfolio of instruments is subject to 12mECL or LTECL, the Company assesses whether there has been a significant increase in credit risk since initial recognition. The Company considers that there has been a significant increase in credit risk when any contractual payments are more than 30 days past due. In addition, the Company also considers a variety of instances that may indicate unlikelihood to pay by assessing whether there has been a significant increase in credit risk. Such events include:

The Company's process to assess changes in credit risk is multi-factor and has three main elements (or 'pillars'):

Quantitative elements

The quantitative element is the primary indicator of significant increases in credit risk, with the qualitative element playing a secondary role. The quantitative element is calculated based on the change in lifetime PDs by comparing:

- the remaining lifetime PD as at the reporting date; with
- the remaining lifetime PD for this point in time that was estimated based on facts and circumstances at the time of initial recognition of the exposure (adjusted where relevant for changes in prepayment expectations)

Qualitative elements

In general, qualitative factors that are indicative of an increase in credit risk are reflected in PD models on a timely basis and thus are included in the quantitative assessment and not in a separate qualitative assessment. However, if it is not possible to include all current information about such qualitative factors in the quantitative assessment, they are considered separately in a qualitative assessment as to whether there has been a significant increase in credit risk. If there are qualitative factors that indicate an increase in credit risk that have not been included in the calculation of PDs used in the quantitative assessment, the Company recalibrates the PD or otherwise adjusts its estimate when calculating ECLs.

Backstop indicators

Instruments which are more than 30 days past due or have been granted forbearance are generally regarded as having significantly increased in credit risk and may be credit-impaired. There is a rebuttable presumption that the credit risk has increased significantly if contractual payments are more than 30 days past due; this presumption is applied unless the Company has reasonable and supportable information demonstrating that the credit risk has not increased significantly since initial recognition.

During the year, there has been no significant increase in credit risk on the financial asset of the company. However, a Corporate bond held by the company defaulted during the year and was considered credit impaired individually using lifetime PD.

Expected credit losses

The Company assesses the possible default events within 12 months for the calculation of the 12mECL and lifetime for the calculation of LTECL. Given the investment policy, the probability of default for new instruments acquired is generally determined to be minimal and the expected loss given default ratio varies for different instruments. In cases where a lifetime ECL is required to be calculated, the probability of default is estimated based on economic scenarios.

4.3 Financial Risk Management

4.3.1 Impairment assessment (Policy applicable from 1 January 2020)

Amounts arising from ECL

Inputs, assumptions and techniques used for estimating impairment.

Where external credit ratings are not available, the Company allocates each exposure to a credit risk grade based on data that is determined to be predictive of the risk of default (including but not limited to the audited financial statement, management accounts and cashflow projections, available regulatory and press information about the borrowers and apply experiences credit judgement.

Credit risk grades are defined by using qualitative and quantitative factors that are indicative of the risk of default and are aligned with the external credit rating definition from Moody's and standards and Poor.

The Company has assumed that the credit risk of a financial asset has not increased significantly since the initial recognition if the financial asset has low credit risk at reporting date.

The company considers a financial asset to have low credit risk when its credit risk rating is equivalent to the globally understood definition of "investment grade".

As a back stop, the Company considers that a significant increase in credit risk occurs no later than when the asset is more than 30 days past due.

- The criteria do not align with the point in time when the asset becomes 30 days past due;
- The average time between the identification of a significant increase in credit risk and default appears reasonable
- Exposures are not generally transferred from 12-month ECL measurement to credit impaired and
- There is no unwarranted volatility in loss allowance from transfers between 12-month ECL and Lifetime ECL measurement.

Days past due are determined by counting the numbers of days since the earliest elapsed due date in respect of which full payments has not been received. Due dates are determined without considering any grace period that might be available to the borrower.

The Company monitors the effectiveness of the criteria used to identify significant increase in credit risk by regular reviews to confirm that:

- The criteria are capable of identifying significant increase in credit risk before an exposure is in default;

Modified financial assets

The contractual terms of a financial asset may be modified for a number of reasons, including changing market conditions and other factors not related to a current or potential credit deterioration of the borrower. An existing financial asset whose terms have been modified may be derecognized and the renegotiated asset recognized as a new financial asset at fair value in accordance with the accounting policies. When the terms of a financial asset are modified and the modification does not result in derecognition, the determination of whether the asset's credit risk has increased significantly reflects a comparison of:

- Its risk of default occurring at the reporting date based on the modified term; with
- The risk of default occurring estimated based on data on initial recognition and The original contractual terms.

Definition of default

A default is considered to have occurred with regard to a particular obligor when either or both of the two following events have taken place.

- The Company considers that the obligor is unlikely to pay its credit obligations to the Company in full, without recourse by the insurer to actions such as realising security (if held).
- The obligor is past due more than 90 days on any material credit obligation to the Company.

The elements to be taken as indications of unlikelihood to pay include:

- The insurer puts the credit obligation on non-accrued status.
- The insurer makes a charge-off or account-specific provision resulting from a significant perceived decline in credit quality subsequent to the bank taking on the exposure.
- The insurer sells The credit obligation at a material credit-related economic loss.
- The insurer consents to a distressed restructuring of the credit obligation where this is likely to result in a diminished financial obligation caused by the material forgiveness, or postponement, of principal, interest or (where relevant) fees

4.3.2 Analysis of inputs to the ECL model under multiple economic scenarios

An overview of the approach to estimating ECLs is set out in Note 2.11.4 Summary of significant accounting policies and in Note 2.5 Significant accounting judgements, estimates and assumptions.

To ensure completeness and accuracy, the company obtains the data used from third party sources (Central Bank of Nigeria, Trading Economics e.t.c.). The following tables set out the key drivers of expected loss and the assumptions used for the company's base case estimate, ECLs based on the base case, plus the effect of the use of multiple economic scenarios as at 31 December 2018 and 31 December 2019.

4.4 Financial Risk Management

4.4.1 Analysis of inputs to the ECL model under multiple economic scenarios-continued

The tables show the values of the key forward looking economic variables/assumptions used in each of the economic scenarios for the ECL calculations. The figures for "Subsequent years" represent a long-term average and so are the same for each scenario.

Key drivers	ECL scenario	Assigned probability	2020	2021	2022	2023	2024
31-Mar-20							
Inflation Rate	Upturn	10%	14.0	15.0	14.1	14.1	14.1
	Base-case	79%	14.8	15.8	14.9	14.9	14.9
	Downturn	11%	15.8	16.8	15.9	15.9	15.9
Unemployment Rate	Upturn	10%	15.4	13.1	13.1	13.1	13.1
	Base-case	79%	17.3	15.6	15.0	15.0	15.0
	Downturn	11%	19.2	16.9	16.9	16.9	16.9
Crude oil Price (USD per barrel)	Upturn	10%	54.5	56.1	56.9	56.9	56.9
	Base-case	79%	51.9	53.1	54.3	54.3	54.3
	Downturn	11%	49.6	51.2	52.0	52.0	52.0
1-Jan-20							
	ECL scenario	Assigned probability	2018	2019	2020	2021	2022
Inflation Rate	Upturn	10%	13.2	14.0	15.0	14.1	14.1
	Base-case	78%	14.0	14.8	15.6	14.9	14.9
	Downturn	12%	15.0	15.8	16.8	15.9	15.9
Unemployment Rate	Upturn	10%	16.9	15.4	13.1	13.1	13.1
	Base-case	78%	18.8	17.3	15.6	15.0	15.0
	Downturn	12%	20.7	19.2	16.9	16.9	16.9
Crude oil Price (USD per barrel)	Upturn	10%	52.7	54.5	56.1	56.9	56.9
	Base-case	78%	50.1	51.9	53.1	54.3	54.3
	Downturn	12%	47.8	49.6	51.2	52.0	52.0

The following tables outline the impact of multiple scenarios on the allowance:

31 March 2020 In thousand of Nigerian Naira	Other receivables from related parties	Placements	Statutory deposit	Staff loans	Current account balances	Other receivables (For Subsidiary)	Bank balances (for subsidiary)
Upside	271,958	56,080	18,051	169,967	56,666	7,181,776	236
Base	2,198,328	453,315	145,915	1,373,897	458,052	58,052,686	1,909
Downside	294,621	60,754	19,556	184,131	61,388	7,780,257	256
Total	2,764,907	570,149	183,522	1,727,994	576,107	73,014,719	2,401

1 January 2020 In thousand of Nigerian Naira	Other receivables from related parties	Placements	Statutory deposit	Staff loans	Current account balances	Other receivables (For Subsidiary)	Bank balances	Other receivables (rent receivables)
Upside	273,457	799,636	19,220	101,235	15,568	6,516,505	4,203	8,138
Base	2,096,503	6,130,542	147,352	776,138	119,357	49,959,874	32,221	62,373
Downside	319,033	932,909	22,423	118,108	18,163	7,602,590	4,903	9,492
Total	2,668,993	7,863,086	188,994	995,482	153,088	64,078,969	41,327	80,000

4.4.2 Exposure to credit risk

The tables below show the maximum exposure to credit risk by class of financial asset.

In thousand of Nigerian Naira	Note	Maximum Exposure	Associated ECL
<i>For the year ended 31 March 2020</i>			
Current account balances		392,827	576
Placements with Banks		26,795	570
Staff loans		7,592	1,728
Statutory deposit		335,000	184
Other receivables (For Subsidiary)		235,531	73,015
Bank balances (for subsidiary)		1,649	2
Other receivables from related parties		35,960	2,765
Total financial asset at amortized cost		1,035,355	78,840

In thousand of Nigerian Naira	Note	Maximum Exposure
For the year ended 31 March 2019		N'000
Current account balances		89,458
Placements with Banks		181,227
Staff loans		5,081
Statutory deposit		335,000
Other receivables (For Subsidiary)		206,706
Bank balances (For subsidiary)		27,570
Other receivables from related parties		33,960
Other receivables (rent receivables)		80
Total loans and receivables		879,082

The amount reported above is the gross exposure on cash and cash equivalent, staff loans and other receivables.

In measuring credit risk of other receivables to various counterparties, the Company considers the character and capacity of the obligor to pay or meet contractual obligations, current exposures to the counter party/obligor and its likely future developments, credit history of the counterparty/obligor; and the likely recovery ratio in case of default obligations.

4.4.3 Analysis of risk Concentration

The company's concentrations of risk are managed by client/counterparty, and industry sector. The maximum credit exposure to any client or counterparty as of 31 December 2019 was N1.035 billion (2018: N879 million).

4.5 Financial Risk Management

4.5.1 Analysis of risk Concentration

The following table shows the risk concentration by industry for the components of the statement of financial position.

4.5.2 Industry analysis

31 March 2020	Individuals	Financial services	Government	Others	Total
<i>In thousand of Nigerian Naira</i>					
Cash and Cash Equivalent	-	756,272	-	-	756,272
Other Receivables	7,592	-	-	35,960	43,552
Trade receivable- Receivable from sub	-	-	-	235,531	235,531
	7,592	756,272	-	271,491	1,035,355

31 March 2019	Individuals	Financial services	Government	Others	Total
<i>In thousand of Nigerian Naira</i>					
Cash and Cash Equivalent	-	633,255	-	-	633,255
Other Receivables	5,081	-	-	34,040	39,121
Trade receivable- Receivable from sub	-	-	-	206,706	206,706
	5,081	633,255	-	240,746	879,082

5 Insurance Risks management

The company accepts insurance risk through its insurance contracts and certain investments contracts where it assumes the risk of loss from persons or organisations to the underlying loss.

The company is exposed to the uncertainty surrounding the timing.

The company manages its risk via its underwriting and reinsurance strategy within an overall risk management framework. Pricing is based on assumptions which have regard to trends and past experience. Exposures are managed by having documented underwriting limits and criteria. Reinsurance is purchased to mitigate the effect of potential loss to the company from individual large or catastrophic events and also to provide access to specialist risks and to assist in managing capital. Reinsurance policies are written with approved reinsurers on either a proportional or excess of loss treaty basis.

The company writes general insurance businesses. The most significant risks arise from persistency, longevity, morbidity, expense variations and investment returns. Concentration of risk may arise from geographic regions, epidemics, accumulation of risks and market risk.

5 (i) Capital Management

The company manages its capital to ensure that the company will be able to continue as a going concern and comply with the regulators' capital requirements of the markets in which the company operates while maximising the return to stakeholders through the optimisation of the debt and equity balance. The capital structure of the company consists of equity attributable to equity holders of the parent, comprising issued capital, reserves and retained earnings. Reinsurance is also used as part of capital management.

6 Cash and Cash Equivalent

This comprises of:

Cash In Hand
Current Account Balances
Placement with banks

Allowance for Impairment Losses

COMPANY	
31-03-2020	31-03-2019
N'000	N'000
88,476	129,411
67,772	52,036
(4,332)	49,211
151,916	230,658
(1,330)	(1,330)
150,586	229,328

6.1 Account (GROUP)

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to current account balances is as follows:

<i>In thousands of Nigerian Naira</i>	Stage 1			Total
	Individual	Stage 2 Individual	Stage 3	
Gross carrying amount as at 1 January 2020	117,095	-	-	117,095
New assets originated or purchased	392,946	-	-	392,946
Payments and assets derecognized or	(117,095)	-	-	(117,095)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to	-	-	-	-
Accrued interest	-	-	-	-
Amounts written off	-	-	-	-
Foreign exchange adjustments	-	-	-	-
At 31 March 2020	392,946	-	-	392,946

6.1.1 Impairment allowance for current account balances- continued

<i>In thousands of Nigerian Naira</i>	Stage 1			Total
	Individual	Stage 2 Individual	Stage 3	
ECL allowance as at 1 January 2020 under IFRS 9	194	-	-	194
New assets originated or purchased	579	-	-	579
Payment and assets derecognized or repaid (excluding write offs)	(194)	-	-	(194)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to	-	-	-	-
Impact on year end ECL of exposures	-	-	-	-
Changes to models used for ECL	-	-	-	-
Changes to estimates and assumptions	-	-	-	-
Unwind of discount	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to models and inputs used for ECL calculations	-	-	-	-
Recoveries	-	-	-	-
Amounts written off	-	-	-	-
Foreign exchange adjustments	-	-	-	-
At 31 March 2020	579	-	-	579

6.1.2 Impairment allowance for Placements with bank

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to placements with banks is as follows:

<i>In thousands of Nigerian Naira</i>	individual	Stage 2 individual	Stage 3	N'000
Gross carrying amount as at 1 January 2020	181,227	-	-	181,227
New assets originated or purchased	26,795	-	-	26,795
Payments and assets derecognized or	(181,227)	-	-	(181,227)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to	-	-	-	-
Accrued interest	-	-	-	-
Amounts written off	-	-	-	-
Foreign exchange adjustments	-	-	-	-
At 31 March 2020	26,795	-	-	26,795

6.1.3 Impairment allowance for placements with bank

<i>In thousands of Nigerian Naira</i>	individual	Stage 2 individual	Stage 3	N'000
ECL allowance as at 1 January 2020 under IFRS 9	7,863	-	-	7,863
New assets originated or purchased	570	-	-	570
Payment and assets derecognized or repaid (excluding write offs)	(7,863)	-	-	(7,863)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to	-	-	-	-
Impact on year end ECL of exposures	-	-	-	-
Changes to models used for ECL	-	-	-	-
Changes to estimates and assumptions	-	-	-	-
Unwind of discount	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to models and inputs used for ECL calculations	-	-	-	-
Recoveries	-	-	-	-
Amounts written off	-	-	-	-
Foreign exchange adjustments	-	-	-	-
At 31 March 2020	570	-	-	570

6.2 Account (COMPANY)

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to current account balances is as follows:

<i>In thousands of Nigerian Naira</i>	individual	Stage 2 individual	Stage 3	N'000
Gross carrying amount as at 1 January 2020	89,458	-	-	89,458
New assets originated or purchased	391,209	-	-	391,209
Payments and assets derecognized or	(89,458)	-	-	(89,458)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to	-	-	-	-
Accrued interest	-	-	-	-
Amounts written off	-	-	-	-
Foreign exchange adjustments	-	-	-	-
At 31 March 2020	391,209	-	-	391,209

Impairment allowance for current account balances - continued

<i>In thousands of Nigerian Naira</i>	individual	Stage 2 individual	Stage 3	N'000
ECL allowance as at 1 January 2020 under IFRS 9	153	-	-	153
New assets originated or purchased	576	-	-	576
Payment and assets derecognized or repaid (excluding write offs)	(153)	-	-	(153)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to	-	-	-	-
Impact on year end ECL of exposures	-	-	-	-
Changes to models used for ECL	-	-	-	-
Changes to estimates and assumptions	-	-	-	-
Unwind of discount	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to models and inputs used for ECL calculations	-	-	-	-
Recoveries	-	-	-	-
Amounts written off	-	-	-	-
Foreign exchange adjustments	-	-	-	-
At 31 March 2020	576	-	-	576

6.3 Impairment allowance for Placements with bank

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to placements with banks is as follows:

<i>In thousands of Nigerian Naira</i>	individual	Stage 2 individual	Stage 3	N'000
Gross carrying amount as at 1 January 2020	181,227	-	-	181,227
New assets originated or purchased	26,795	-	-	26,795
Payments and assets derecognized or	(181,227)	-	-	(181,227)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to	-	-	-	-
Accrued interest	-	-	-	-
Amounts written off	-	-	-	-
Foreign exchange adjustments	-	-	-	-
At 31 March 2020	26,795	-	-	26,795

Impairment allowance for placements with bank

<i>In thousands of Nigerian Naira</i>	individual	Stage 2 individual	Stage 3	N'000
ECL allowance as at 1 January 2020 under IFRS 9	7,863	-	-	7,863
New assets originated or purchased	570	-	-	570
Payment and assets derecognized or repaid (excluding write offs)	(7,863)	-	-	(7,863)
Transfers to Stage 1	-	-	-	-
Transfers to Stage 2	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to contractual cash flows due to	-	-	-	-
Impact on year end ECL of exposures	-	-	-	-
Changes to models used for ECL	-	-	-	-
Changes to estimates and assumptions	-	-	-	-
Unwind of discount	-	-	-	-
Transfers to Stage 3	-	-	-	-
Changes to models and inputs used for ECL calculations	-	-	-	-
Recoveries	-	-	-	-
Amounts written off	-	-	-	-
Foreign exchange adjustments	-	-	-	-
At 31 March 2020	570	-	-	570

	COMPANY	
	31-03-2020	31-03-2019
7 Financial asset		
Equity instrument at fair value through profit or loss		
-Mandatorily measured at FVPL	1,329,993	612,182
Equity instrument at fair value through OCI	-	2,245,971
Total Equity instruments	1,329,993	2,858,153
Current	612,182	612,215
Non-current	717,811	2,238,842
(a) Financial assets at fair value through profit or loss		
<i>Listed Equity securities</i>		
Balance as at January 1 of MTN shares)	1,329,993	612,182
Disposal during the year	-	-
Fair value gain/(loss)	-	-
Foreign Exchange gain/(loss)	-	-
Net impairment gain/(loss)	-	-
Balance as at 31 March	1,329,993	612,182
 Market value of Quoted Investment		
As at January 1	1,329,993	-
As at 31 March	-	-
Fair value gain/(loss)	1,329,993	-
 (b) Income (FVOCI) Financial Assets		
<i>Unlisted Equity securities</i>		
Balance as at January 1	-	2,245,971
Addition during the year	-	-
Disposal during the year	-	-
Fair value gain/(loss)	-	-
Foreign Exchange gain/(loss)	-	-
Net impairment gain/(loss)	-	-
Balance as at 31 March	-	2,245,971
 Investment in MTN was converted to Quoted Investment in the year. Fair value gain/(loss) is posted to the Account		
 (b.1) Returns on MTN shares	=N=	
2020	-	
2019	16,740	
2018	20,890	
 8 Trade Receivables		
Insurance receivables	457,069	168,619
Other receivables (From subsidiary)	-	-
Impairment on Subsidiary	-	-
	457,069	168,619
 8.1 Age Analysis of Trade receivables	31-03-2020	31-03-2019
	N'000	N'000
Within 30 days	457,069	-
Above 30 days	-	-
	457,069	-
 8.2 Premium receivable from agents, brokers and intermediaries		
Due from agents	-	-
Due from brokers	23,448	7,385
Due from insurance companies	433,621	161,234
Due from insurance companies	-	-
	457,069	168,619
 8.3 Movements on the allowance for impairment of receivables arising out of direct insurance arrangements are as follows:		
At beginning of year JANUARY 1	-	-
Provision for impairment	-	-
Amount written off during the year as uncollectible	-	-
At end of year (31 March 2020)	-	-
 9 Reinsurance Assets	31-03-2020	31-03-2019
	N'000	N'000
Reinsurance Share of UPR	175,452	5,859
Reinsurance Share of Outstanding Claims	238,175	19,499
Reinsurance Share of IBNR	20,117	151,725
Total Reinsurance Assets	433,743	177,083
Prepaid Minimum and Deposit (M&D) on Oil & Gas	91,444	65,561
	525,188	242,644
 9.1 Movements in Reinsurance share of UPR		
At the beginning of the year	65,560	-
Increase/(Decrease) during the year	109,892	-
Balance at the end of the year	175,452	-
 9.2 Movement in Reinsurance Share of outstanding Claims		
Balance at the beginning of the year	131,624	-
Increase/(Decrease) during the year	106,551	-
Balance at the end of the year	238,175	-
 9.3 Movement in Reinsurance Share of IBNR		
Balance at the beginning of the year	75,408	-
Increase/(Decrease) during the year	(55,291)	-
Allowance for impairment	-	-
Balance at the end of the year	20,117	-
 9.4 Movement in Reinsurance Share of Prepaid (M&D)		
Balance at the beginning of the year	19,764	-
Increase/(Decrease) during the year	49,669	-
Balance at the end of the year	69,433	-

There were no indicators of impairments for re-insurance assets as balance are set-off against payable from retrocession at the end of every quarter
Reinsurance receivables are to be settled on demand and the carrying amount is not significantly different from the fair value

10 Deferred acquisition
Deferred acquisition costs represent commissions on unearned premium relating to the unexpired period of risks and comprise:

	31-03-2020 N'000	31-03-2019 N'000
Motor	14,671	6,083
Fire	107,120	47,742
General accident	25,038	12,464
Bond	(2,135)	8,224
Engineering	(2,421)	13,133
Oil & Gas	29,186	27,778
Aviation	5,331	(138)
Marine	14,990	10,736
Additional (DCA) per actuarial Valuation Report	-	-
	<u>191,781</u>	<u>126,022</u>

10.1 Movement in deferred acquisition cost

At beginning of year	126,022	19,254
Changes during the year	65,753	106,768
At end of year	<u>191,785</u>	<u>126,022</u>
Due within 12 months	191,785	126,022
Due after more than 12 months	-	-

11 Other Receivables, Prepayments
The balance is analysed as follow:

Prepayment	434,832	257,326
Due from Related Parties	42,685	35,960
Staff Debtors	8,565	6,549
Staff Share Loan	-	-
Deposit for properties (reclassified)	720,000	720,000
Other receivables	3,725	2,329,715
	<u>1,209,807</u>	<u>3,348,550</u>
Impairment of due from related parties	(2,765)	-
Impairment Charges on Staff loan	(1,728)	-
Impairment of other loans and	(738,695)	(738,695)
	<u>466,619</u>	<u>2,609,855</u>
Current	(1,132,323)	284,363
Non-current	1,598,942	1,598,942

11 Inventories

Stock of raw materials	-	-
	<u>-</u>	<u>-</u>
	<u>466,619</u>	<u>2,609,855</u>

In June 2008, Universal Insurance Plc paid for 20 units of Houses to be developed by Minaj Holdings Limited in the Vine Garden Estate Abuja. Commencement of this project is doubtful. Effort is being made to recover the fund as development of the property is no longer feasible. Minaj Holdings Limited, (the developer) have confirmed that the project was stalled and Union Bank of Nigeria eventually sold the debt to the Asset Management Corporation of Nigeria (AMCON). Universal Insurance Plc have registered their interest with AMCON and is waiting response while still in discussion with Minaj Holdings Limited. This amount has been fully provided for in the financial statement.

12 Investment in subsidiaries
This comprises of investment in:

	31-03-2020 N'000	31-03-2019 N'000
Universal Hotels Limited (b)	2,450,251	2,451,741
Impairment charge on Universal Hotel	-	-
Investment in subsidiaries	<u>2,450,251</u>	<u>2,451,741</u>

12 (i) The movement in impairment charge is

	31-03-2020 N'000	31-03-2019 N'000
Balance as at January 1	-	-
Charge during the year	-	-
Amount written off during the year	-	-
Written back	-	-
Balance as at 31 March	<u>-</u>	<u>-</u>

12 (ii) Universal Hotels Limited
The company was established to carry on the business of providing hotel, accommodation, tourist and hospitality activities.
Universal Insurance Plc has 100% investments in the company.

	31-03-2020 N'000	31-03-2019 N'000
Investment properties		
Oyigbo Garden Avenue estate	524,000	513,000
Rumudumu For Model Estate	816,000	816,000
UHE Complex	-	-
Others (Nigeria Cement company; Progress Bank Ltd; Nigeria Tobacco Ltd;	-	-
Ferdinand Oil Ltd)	-	175,369
Molit Mall	535,000	525,000
	<u>1,875,000</u>	<u>2,029,369</u>
Impairment loss on investment properties	-	(175,369)
	<u>1,875,000</u>	<u>1,854,000</u>

Investment properties represent buildings and un-developed landed properties acquired for subsequent disposal in the near future and not occupied substantially by the company or members of the group of the holding company. They

13.a Movement of Assets	Balance as at Jan 1	Addition	Disposal	Reclassification	Transfer	Revaluation Gain	Balance as at 31 March	Status in Title
1 Oyigbo Garden Avenue Estate	524,000	-	-	-	-	-	524,000	Yes
2 Rumudumu For Model Estate	816,000	-	-	-	-	-	816,000	NO
3 Molit Mall	535,000	-	-	-	-	-	535,000	Yes
Total	<u>1,875,000</u>	-	-	-	-	-	<u>1,875,000</u>	

13.b Assets In The Name of Conau Limited:

	31-03- N'000 Amount	31-03-2019 N'000 Amount
Rumudumu Model Estate Portharcourt	816,000	816,000

These assets were introduced by Conau Limited in 2007 during the recapitalisation exercise, with deeds assigning the properties to Universal Insurance Plc.

Status of Perfection of Title:

The firm of IBOM Partners, a firm of attorneys, solicitors, fraud examiners & legal consultants have been appointed to commence the process of perfecting the title to the properties in the name of Universal Insurance Plc.

14 INTANGIBLE ASSETS(2020)

14.a Intangible Assets(2020)

	COMPANY	
	31-03- N'000	31-03-2019 N'000
Cost		
Balance, beginning of period	92,259	51,884
Additions	-	13,284
Transferred from PPE (computer)	-	-
Balance, end of period	92,259	65,168
Accumulated amortisation		
Balance, beginning of period	37,016	23,969
Amortisation expense/impairment charge	-	9,523
Transferred from PPE (computer)	-	-
Balance, end of period	37,016	33,492
Net book amount		
End of period	55,242	31,676

The intangible assets of the company comprised of computer software. The computer softwares are accounted for using the cost model of IAS 38 i.e. cost less accumulated amortization and less accumulated impairment. The amortization is charged to the income statement in line with the company's policy.

14.b INTANGIBLE ASSETS(2019)

	COMPANY	
	31-03- N'000	31-03-2018 N'000
Cost		
Balance, beginning of period	36,989	28,259
Additions	29,894	8,730
Transferred from PPE (computer)	-	-
Balance, end of period	66,883	36,989
Accumulated amortisation		
Balance, beginning of period	16,439	10,891
Amortisation expense/impairment charge	7,530	5,548
Transferred from PPE (computer)	-	-
Balance, end of period	23,969	16,439
Net book amount		
End of period	42,914	20,550

15 PROPERTIES, PLANT AND EQUIPMENT

15.a(i) GROUP(2020)

	Land N'000	Building N'000	Plant & N'000	Furniture N'000	Motor N'000	Computer N'000	Total N'000
Cost/Revalued amount							
Balance, beginning of period	257,500	3,139,538	72,618	188,254	357,956	28,501	4,044,366
Additions during the year	-	1,562	6,982	2,733	-	6,228	17,505
Disposals	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-
Balance, end of period	257,500	3,141,100	79,600	190,987	357,956	34,728	4,061,871
Accumulated depreciation							
Balance, beginning of period	-	714,305	34,802	130,010	246,405	7,310	1,132,832
Charge for the year	-	15,507	4,065	1,410	-	-	20,982
On Disposal	-	-	-	-	-	-	-
Balance, end of period	-	729,812	38,867	131,420	246,405	7,310	1,153,814
Netbook value as at 31 March 2020	257,500	2,411,288	40,733	59,567	111,551	27,418	2,908,057
Netbook value as at 1 JANUARY 2020	257,500	2,409,782	37,816	58,244	111,551	21,191	2,896,084

15.a(i) Movement in Land & Building (Group)

	Balance as at	Addition	Disposal	Reclassificat	Transfer	Revaluatio	Depreciation	Balance as
Property at Ridgeway Station Road Enugu	401,034	-	-	-	-	-	10,114	390,920
Property at New Owerri Road Behind CBN, Owerri	1,043,438	-	-	-	-	-	26,726	1,016,712
Property at no 2 Emole Street Enugu	79,295	-	-	-	-	-	2,010	77,285
49A,50A,51A,52A and 53A city Layout Enugu	639,608	-	-	-	-	-	16,100	623,508
Eliowahani Shell estate, Obior Akpor LGA, Portharcourt	290,472	-	-	-	-	-	7,114	283,358
Land at Awka ,Anambra State	257,500	-	-	-	-	-	-	257,500
Hotel Building at Aguleri Rd, Enugu	34,181	-	-	-	-	-	727	33,454
Total	2,745,528	-	-	-	-	-	62,791	2,682,737

15 PROPERTIES, PLANT AND EQUIPMENT

15.a(i) GROUP(2019)

	Land N'000	Building N'000	Plant & N'000	Furniture N'000	Motor N'000	Computer N'000	Total N'000
Cost/Revalued amount							
Balance, beginning of period	257,500	3,139,539	39,583	151,242	284,631	11,993	3,884,488
Additions during the year	-	-	24,937	22,919	64,762	10,266	122,884
Disposals	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-
Balance, end of period	257,500	3,139,539	64,520	174,161	349,393	22,259	4,007,372
Accumulated depreciation							
Balance, beginning of period	-	651,514	24,590	126,248	207,034	5,442	1,014,828
Charge for the year	-	62,791	10,212	3,762	39,371	1,868	118,004
On Disposal	-	-	-	-	-	-	-
Balance, end of period	-	714,305	34,802	130,010	246,405	7,310	1,132,832
Netbook value as at 31 March 2019	257,500	2,425,234	29,718	44,151	102,988	14,949	2,874,540
Netbook value as at 1 JANUARY 2019	257,500	2,472,574	14,993	24,994	77,597	6,551	2,854,210

15.a(i) Movement in Land & Building (Group)	Balance as at	Addition	Disposal	Reclassification	Transfer	Revaluation	Depreciation	Balance as
Property at Ridgeway Station Road Enugu	401,034	-	-	-	-	-	10,114	390,920
Property at New Owerri Road Behind CBN, Owerri	1,043,438	-	-	-	-	-	26,726	1,016,712
Property at no 2 Emole Street Enugu	79,295	-	-	-	-	-	2,010	77,285
49A,50A,51A,52A and 53A city Layout Enugu	639,608	-	-	-	-	-	16,100	623,508
Eliowahani Shell estate, Obior Akpor LGA, Portharcourt	290,472	-	-	-	-	-	7,114	283,358
Land at Awka ,Anambra State	257,500	-	-	-	-	-	-	257,500
Hotel Building at Aguleri Rd, Enugu	34,181	-	-	-	-	-	727	33,454
Total	2,745,528	-	-	-	-	-	62,791	2,682,737

15.c(ii) COMPANY (2020)

	Land	Building	Plant & Machinery	Furniture and Fittings	Motor Vehicles	Computer Hardware	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cost/Revalued amount							
Balance, beginning of period	257,500	3,103,175	33,987	129,679	343,251	28,501	3,896,092
Additions during the year	-	-	1,685	1,502	-	6,228	9,415
Disposals	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-
Balance, end of period	257,500	3,103,175	35,672	131,181	343,251	34,728	3,905,507
Accumulated depreciation							
Balance, beginning of period	-	773,459	13,972	80,553	287,968	10,116	1,168,066
Accumulated depreciation: Land	-	(15,476)	-	-	-	-	(15,476)
Charge for the year	-	15,476	-	-	-	-	15,476
On Disposal	-	-	-	-	-	-	-
Balance, end of period	-	773,459	13,972	80,553	287,968	10,116	1,168,067
Netbook value as at 31 March 2020	257,500	2,329,715	21,700	50,629	55,283	24,613	2,739,440
Netbook value as at 1 JANUARY 2020	257,500	2,329,716	20,015	49,127	55,283	18,385	2,730,026

15.c(i) Movement in Land & Building (Company)	Balance as at Jan 1	Addition	Disposal	Reclassification	Transfer	Revaluation Gain	Depreciation	Balance as at 31 March
Property at Ridgeway Station Road Enugu	401,034	-	-	-	-	-	10,114	390,920
Property at New Owerri Road Behind CBN, Owerri	1,043,438	-	-	-	-	-	26,726	1,016,712
Property at no 2 Emole Street Enugu	79,295	-	-	-	-	-	2,010	77,285
49A,50A,51A,52A and 53A city Layout Enugu	639,608	-	-	-	-	-	16,100	623,508
Eliowahani Shell estate, Obior Akpor LGA, Portharcourt	290,472	-	-	-	-	-	7,114	283,358
Land at Awka ,Anambra State	257,500	-	-	-	-	-	-	257,500
Total	2,711,347	-	-	-	-	-	62,064	2,649,283

15.d(i) COMPANY(2019)

	Land	Building	Plant & Machinery	Furniture and Fittings	Motor Vehicles	Computer Hardware	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
Cost/Revalued amount							
Balance, beginning of period	257,000	3,103,675	25,888	94,736	279,351	16,310	3,519,960
Additions during the year	-	-	6,495	2,945	-	221	9,661
Disposals	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-
Balance, end of period	257,000	3,103,675	32,383	97,681	279,351	16,531	3,529,621
Accumulated depreciation							
Balance, beginning of period	-	731,995	10,929	74,968	231,791	7,072	1,058,755
Charge for the year	-	67,214	3,136	2,437	38,212	1,653	112,652
On Disposal	-	-	-	-	-	-	-
Balance, end of period	-	799,209	14,065	77,405	270,003	8,725	1,169,407
Netbook value as at 31 March 2019	257,000	2,304,466	18,318	20,276	9,348	7,806	2,360,214
Netbook value as at 1 JANUARY 2019	257,000	2,371,680	14,959	19,768	47,560	9,238	2,463,205

15.d(ii) Movement in Land & Building (Company)	Balance as at Jan 1	Addition	Disposal	Reclassification	Transfer	Revaluation Gain	Depreciation	Balance as at 31 March
Property at Ridgeway Station Road Enugu	505,680.00	-	-	-	-	-	104,646	401,034
Property at New Owerri Road Behind CBN, Owerri	1,336,316.00	-	-	-	-	-	292,878	1,043,438
Property at no 2 Emole Street Enugu	100,500.00	-	-	-	-	-	21,205	79,295
49A,50A,51A,52A and 53A city Layout Enugu	805,000.00	-	-	-	-	-	165,392	639,608
Eliowahani Shell estate, Obior Akpor LGA, Portharcourt	355,680.00	-	-	-	-	-	65,208	290,472
Land at Awka ,Anambra State	257,500.00	-	-	-	-	-	15,450	242,050
Total	3,360,676	-	-	-	-	-	664,779	2,695,897

16 STATUTORY DEPOSIT

	31-03-2019	31-03-2019
	N'000	N'000
Statutory deposit	335,000	335,000
Total	335,000	335,000

Non-current

Statutory deposit represents the amount deposited with the Central Bank of Nigeria in accordance with Section 10 (3) of

17 Insurance Contract Liabilities

Aggregate Insurance Contract Liabilities	31-03-2019	31-03-2019
	N'000	N'000
Unearned Premium	1,101,935	400,305
Outstanding Claims	456,988	509,574
IBNR	45,699	50,957
Total	1,604,622	960,836

17.(i) Insurance Contract Liabilities

	31-03- N'000	31-03-2019 N'000
Movement in Unearned Premium (UPR)		
Balance as at January 1	532,451	223,384
Increase/(Decrease) during the year	15,493	309,087
Balance as at March 31	547,944	532,451
Movement in Outstanding Claims		
Balance as at January 1	390,202	600,924
Increase/(Decrease) during the year	(80,775)	(110,722)
Balance as at March 31	309,427	390,202
Movement in IBNR		
Balance as at January 1	95,526	62,967
Increase/(Decrease) during the year	143,242	32,559
Balance as at March 31	238,768	95,526

17.a(i) Age Analysis of Outstanding Claims:
Outstanding Claims (Days)
Number of Claimants

	0-90	91-180	181-270	271-360	Above 360	Total
	38	57	76	95	114	380
	N'000	N'000	N'000	N'000	N'000	N'000
Awaiting Support Documents	26,410	36,550	19,837	19,163	83,697	185,656
Assurers	11,004	15,229	8,265	7,985	34,874	77,357
Claims awaiting Payment	6,602	9,137	4,959	4,791	20,924	46,414
Total	44,016	60,916	33,061	31,939	139,495	309,427

Motor Accident Year	1	2	3	4	5	6	7	8	9
2009	21,221	9,851	270	6	-	-	-	-	-
2010	4,014	4,046	3,861	170	-	-	-	-	-
2011	5,422	3,444	938	128	-	42	-	90	-
2012	3,376	5,308	725	-	-	1,500	-	-	-
2013	4,861	3,581	3,220	-	-	-	-	-	-
2014	3,999	8,207	12	-	-	-	-	-	-
2015	9,740	7,273	903	-	-	-	-	-	-
2016	15,504	8,922	711	-	-	-	-	-	-
2017	16,374	11,333	-	-	-	-	-	-	-
2018	24,039	-	-	-	-	-	-	-	-

Fire Accident Year	1	2	3	4	5	6	7	8	9
2009	12	-	-	-	-	-	-	-	-
2010	1,449	272	99	635	-	-	-	-	-
2011	-	70	5,075	-	694	-	-	-	-
2012	237	655	1,913	308	-	-	-	-	-
2013	139	2,135	2,496	-	-	-	-	-	-
2014	936	771	91	943	-	-	-	-	-
2015	1,489	457	108	28	-	-	-	-	-
2016	1,575	5,393	1,559	-	-	-	-	-	-
2017	2,430	20,886	-	-	-	-	-	-	-
2018	15,094	-	-	-	-	-	-	-	-

Marine Accident Year	1	2	3	4	5	6	7	8	9
2009	1,434	1,565	460	500	4,966	-	2,585	-	-
2010	-	1,731	19	-	-	-	-	-	-
2011	487	3,785	-	-	438	-	-	-	-
2012	1,153	1,640	-	-	-	-	-	-	-
2013	624	255	-	-	-	-	-	-	-
2014	-	3,816	-	-	-	-	-	-	-
2015	1,113	14,681	2,132	-	-	-	-	-	-
2016	622	554	-	-	-	-	-	-	-
2017	4,340	140	-	-	-	-	-	-	-
2018	5,544	-	-	-	-	-	-	-	-

General Accident Accident Year	1	2	3	4	5	6	7	8	9
2009	2,581	3,275	1,316	276	4,462	62	-	-	-
2010	1,824	2,115	50	784	68	-	-	-	-
2011	408	6,677	82	-	501	23	-	-	-
2012	634	4,574	-	68	12	87	9,013	-	-
2013	7,012	5,580	258	-	-	-	-	-	-
2014	1,893	33,472	438	84	-	-	-	-	-
2015	18,121	6,551	592	112	-	-	-	-	-
2016	18,957	99,572	10,795	-	-	-	-	-	-
2017	12,246	13,470	-	-	-	-	-	-	-
2018	35,317	-	-	-	-	-	-	-	-

17 b. Hypothecation of Investment/assets

	31-03-2020 Total Funds N'000	31-03-2020 Policy Holder's Funds N'000	31-03-2020 Shareholder's Funds N'000	31-03-2019 Total Funds N'000	31-03- Policy Funds N'000	31-03-2019 Shareholder's Funds N'000
Cash and Cash Equivalents	150,586	488,089	(337,503)	230,658	95,650	135,008
Financial Assets: Quoted	1,329,993	688,210	641,783	612,182	252,325	369,857
Financial Assets: UnQuoted	-	175,241	(175,241)	2,245,971	-	2,245,971
Trade Receivable	457,069	-	457,069	168,619	-	168,619
Reinsurance Assets	525,188	-	525,188	242,643	-	242,643
Deferred Acquisition cost	191,781	-	191,781	126,022	-	126,022
Other Receivable	466,619	-	466,619	1,883,305	-	1,883,305
Investment in Subsidiaries	2,450,251	-	2,450,251	2,451,741	-	2,451,741
Investment Properties	1,875,000	253,081	1,621,919	1,854,000	612,861	1,241,139
Intangible Asset	55,242	-	55,242	31,676	-	31,676
Property, Plant and Equipment	2,739,440	-	2,739,440	2,617,213	-	2,617,213
Statutory Deposits	335,000	-	335,000	335,000	-	335,000
Insurance Contract Liabilities	10,576,168	1,604,621	8,971,547	12,799,030	960,836	11,838,194
		1,604,621			960,836	

18 BORROWINGS			
19 Trade payables			
Trade payables represent liabilities to agents, brokers and re-insurers on insurance contracts during the year			
		COMPANY	
		31-03-2020	31-03-2019
Reinsurance payable		102,107	25,108
Insurance payable		-	-
Other trade creditors		-	-
Balance at year end		<u>102,107</u>	<u>25,108</u>
Current		102,107	25,108
19.(i) Other trade creditors			
Due to Suppliers		-	-
20 Other payables			
This is analysed as follow:		31-03-2020	31-03-2019
		N'000	N'000
Due to related parties		14,328	1,613,995
Provisions and accruals		88,896	40,447
Rent Received in Advance		6,206	-
		<u>109,430</u>	<u>1,654,442</u>
Current		109,430	54,774
Non-current		-	1,599,667
20.1 Due to related companies			
Conau Limited		-	-
African Alliance Insurance Plc		-	1,599,667
Due to other related parties		<u>14,328</u>	<u>14,328</u>
		<u>14,328</u>	<u>1,613,995</u>
20.1a African Alliance Insurance Plc:			
This is a sister company having common directorship with Universal Insurance Plc.			
Universal Insurance Plc is not indebted to African Alliance Plc in any form.			
The amount of ₦N=1,598,942,000 (one billion five hundred and ninety eight million nine hundred and forty two thousand naira only)			
represents African Alliance Insurance Plc shares warehoused for Universal Insurance Plc staff. However Universal Insurance Plc			
Staff did not take up the shares. Universal Insurance Plc has written African Alliance to cancel the shares, which African Alliance Plc has accepted.			
20.1b Provisions and accruals			
Lease Rentals		-	21,813
Accrued Expenses		31,502	17,285
Payable to Associate		<u>4,569</u>	<u>11,517</u>
		<u>36,071</u>	<u>50,615</u>
20.1c Rent Received in Advance			
Rent from Mollit Mail in Advance		<u>6,206</u>	<u>1,969</u>
		<u>6,206</u>	<u>1,969</u>
21 Employee benefit liabilities			
Defined contributory scheme			
The Company runs a defined contributory plan in accordance with the Pensions Reform Act where contributions are made to an approved pension fund administrator. The amount recognised as an expense for defined contribution plan in the income statement is NIL(2019) and N2,178(2018).			
		31-03-2020	31-03-2019
		N'000	N'000
Staff pension scheme		-	4,749
Current		-	4,749
Balance as per January 1		7,320	4,749
Current Service Cost		-	-
Payment during the year		3,610	2,571
Interest Expense		-	-
Actuarial Re-Measurement		-	-
Balance as per 31 March		<u>10,930</u>	<u>7,320</u>
22 Income tax payable			
22.1 Per Profit and Loss Account			
Income Tax		15,447	12,288
Education Tax		772	1,536
Provision for NITDA Tax		<u>386</u>	<u>614</u>
		<u>16,606</u>	<u>14,438</u>
Deferred Taxation		-	-
Profit and Loss Account		<u>16,606</u>	<u>14,438</u>
22.2 Per Balance Sheet			
Taxation			
At beginning of year		19,182	30,233
Charge for the Year		16,606	14,438
Payment during the Year		<u>(1,315)</u>	<u>(24,132)</u>
At year end		<u>34,473</u>	<u>20,539</u>
23 Deferred Tax Liability			
At beginning of year		296,875	702,698
Addition during the year		-	-
Charged to profit and loss		-	-
At year end		<u>296,875</u>	<u>702,698</u>
To be recovered after more than 12 months		296,875	702,698
To be recovered in 12 months		-	-
24 EQUITY			
24.1 Share capital			
The share capital comprises:		31-03-2020	31-03-2019
		N'000	N'000
Authorised -			
16,000,000,000 Ordinary shares of 50k each		<u>8,000,000</u>	<u>8,000,000</u>
Issued and fully paid -			
16,000,000,000 Ordinary shares of N0.50k each		<u>8,000,000</u>	<u>8,000,000</u>

24. 2. Share premium

Share premium is made up of payments in excess of par value of paid-in capital. This reserve is not ordinarily available for distribution.

24. 3. Contingency Reserve

Balance, beginning of period	484,775	428,667
Transfer from profit and loss	40,260	19,527
Balance, end of period	<u>525,034</u>	<u>448,194</u>
Gross Written Premium	1,341,992	1,688,673
Percentage Rate for transfer	3%	3%
Increase in Contingency	40,260	50,660

In accordance with the Insurance act, a contingency reserve is credited with the greater of 3% of total premiums or 20% of total profits after tax. This shall accumulate until it reaches the amount of greater of minimum paid-up capital or 50 percent of net premium.

24. 4. Fair Value Reserve

This is the net accumulated change in the fair value of available for sale asset until the investment is derecognised or impaired.

Balance, beginning of period	6,459	1,949,643
sale unquoted equity	-	-
Net Fair Value derecognised at disposal	-	-
Balance as at period end	<u>6,459</u>	<u>1,949,643</u>

24. 5. Revaluation Reserve

	31-03-2020	31-03-2019
	N'000	N'000
Balance, beginning of period	757,329	757,329
Revaluation Surplus	-	-
Balance as at period end	<u>757,329</u>	<u>757,329</u>

24. 6. Retained earnings

The retained earnings represents the amount available for dividend distribution to the equity holders of the company. See statement of changes in equities for movement in retained earnings.

24.7 Contingencies and Commitments

The company operates in the Insurance industry and is subject to legal proceedings in the normal course of business. There were 12 (2019: 11) outstanding legal proceedings against the company as at 31 December 2019 with claim totalling N(718,910,000) (2019: N42,325,304.12). While it is not practicable to forecast or determine the final results of all pending or threatened legal proceeding, management does not believe that such proceedings (including litigations) will have a material effect on its results and financial position. N2,050,000 was received from ACCAPOCC. The company is also subject to insurance solvency regulations and has complied with all the solvency regulations. There are no contingencies associated with the company's compliance or lack of compliance with such regulations.

25 Gross Premium Income

	31-03-2020	31-03-2019
	N'000	N'000
Gross premium written		
Direct Premium:		
Motor	120,227	58,165
Fire	637,785	198,978
General Accident	141,746	105,289
Bond	17,270	39,458
Engineering	8,798	3,093
Oil & Gas	191,696	157,291
Aviation	144,913	30,353
Marine	(60,169)	16,794
	<u>1,202,267</u>	<u>609,421</u>
Inward Reinsurance Premium:		
Motor	(18,512)	6,642
Fire	17,640	12,918
General Accident	3,401	3,680
Bond	100	1,111
Engineering	13,360	9,198
Oil & Gas	108,958	-
Aviation	13,980	1,496
Marine	778	6,441
	<u>139,725</u>	<u>41,486</u>
Gross premium written	<u>1,341,992</u>	<u>650,907</u>
Changes in unearned premium		
Motor	(77,300)	(6,078)
Fire	(480,998)	68,750
General Accident	(40,468)	8,180
Bond	102,456	20,332
Engineering	39,610	23,945
Oil & Gas	(118,698)	16,316
Aviation	31,770	(12,347)
Marine	(10,453)	13,048
Net change in unearned premium	<u>(554,081)</u>	<u>132,146</u>
Change in UPR per Actuarial Valuation	-	-
Net change in unearned premium	<u>(554,081)</u>	<u>132,146</u>
Gross premium earned	<u>787,911</u>	<u>783,053</u>
Reinsurance expenses	(22,765)	(12,147)
Net insurance premium income	<u>765,147</u>	<u>770,906</u>

26 Reinsurance expenses

Reinsurance costs		
Motor	1,546	489
Fire	-	1,763
General Accident	14,148	9,082
Bond	-	769
Engineering	-	-
Oil & Gas	-	-
Aviation	-	-
Marine	7,070	44
	<u>22,765</u>	<u>12,147</u>
Prepaid re-insurance cost	-	-
Movement in Reinsurance Share of UPR	-	12,147
Movement in Prepaid M & D	-	-
	<u>22,765</u>	<u>24,294</u>

UNIVERSAL INSURANCE PLC.
1ST QUARTER MANAGEMENT ACCOUNT 2020

	31-03-2020	31-03-2019
	N'000	N'000
27 Fees and Commission Income		
Motor	14,829	2,209
Fire	1,030	493
General Accident	2,093	2,768
Bond	-	112
Engineering	-	-
OIL & GAS	-	-
Marine	1,591	15
	<u>19,543</u>	<u>5,597</u>
Fee income represents commission received on direct business and transactions ceded to re-insurance during the year under review.		
28 Claims expenses	31-03-2020	31-03-2019
	N'000	N'000
Direct claims paid during the year	57,154	85,511
Changes in outstanding claims	147,561	119,372
Additional charge to claims reserve per actuarial valuation (IBNR)	-	-
Changes in Outstanding claims (IBNR)	(193,069)	(44,568)
Gross claims incurred	11,646	160,315
Reinsurance claims recovery	-	24,085
Reinsurance recovery per Actuarial Valuation	-	-
	<u>11,646</u>	<u>184,400</u>
28.a REINSURANCE CLAIMS RECOVERY		
Claims paid recovered from Reinsurance	(114,269)	(198,005)
Changes in Outstanding claims and IBNR	<u>(106,551)</u>	<u>45,115</u>
	<u>(220,820)</u>	<u>(152,890)</u>
29 Underwriting expenses		
Underwriting expenses are those expenses incurred in obtaining and renewing insurance contracts. They include commissions or brokerage paid to agents or brokers and those incurred in servicing existing policies/contracts. These include processing cost, preparation of statistics and reports, and other attributable incidental costs.		
	31-03-2020	31-03-2019
	N'000	N'000
Gross commission paid		
Motor	14,374	8,232
Fire	132,105	42,689
General Accident	29,180	22,304
Bond	3,308	5,403
Engineering	1,400	2,487
Oil & Gas	35,095	5,446
Aviation	1,355	104
Marine	18,736	7,333
Total Commission paid	<u>235,553</u>	<u>93,998</u>
Changes in deferred commission		
Motor	(4,647)	388
Fire	(96,530)	(7,678)
General Accident	(9,281)	285
Bond	7,648	(2,100)
Engineering	9,405	(5,518)
Oil & Gas	(13,633)	(12,428)
Aviation	7,854	219
Marine	(3,426)	(2,599)
Additional (DCA) per actuarial Report	-	-
Changes in deferred commission	<u>(102,613)</u>	<u>(29,431)</u>
Acquisition expenses	132,940	64,568
Maintenance expenses	74,223	66,876
Underwriting expenses	<u>207,164</u>	<u>131,444</u>
30 INVESTMENT INCOME		
Dividend - Quoted and unquoted investments	-	16,740
Gains on sales of shares	-	-
Interest on call deposits	24,471	59,075
Exchange gain/(loss)	-	-
Profit/(loss) on disposal of fixed assets	-	(1,612)
Rental Income	-	2,451
Other income	0	-
	<u>24,471</u>	<u>78,654</u>
30.a INVESTMENT INCOME		
Investment Income		
Investment income attributable to policyholders	-	-
Investment income attributable to shareholders	<u>24,471</u>	<u>52,840</u>
	<u>24,471</u>	<u>52,840</u>
30.b Investment income attributable to shareholders		
Dividend - Quoted and unquoted investments	-	-
Gains on sales of shares	-	-
Interest on call deposits	24,471	50,260
Exchange gain/(loss)	-	-
Profit/(loss) on disposal of fixed assets	-	-
Rental Income	-	1,969
Other income	0	611
	<u>24,471</u>	<u>52,840</u>
30.c Other income :		
Interest on Staff Loan	-	-
Rental	-	-
Interest on call deposits	24,471	-
Sundry Income	-	-
	<u>24,471</u>	<u>-</u>
30.d Other operating income		
Exchange gain/(loss)	-	-
Profit/(loss) on disposal of fixed assets	-	-
Rental Income	-	-
Other income	-	-
	<u>-</u>	<u>-</u>
31 ALLOWANCES AND FAIR VALUE GAINS/(LOSS)		
31 (i) Allowances for impairment:		
On trade receivables	-	-
on other receivables	-	-
on stock of raw materials	-	-
Impairment Recovery on Mollit Hotel	-	-
Impairment Gain on Universal Hotel	-	-
Net impairment recovery	<u>-</u>	<u>-</u>
31 (ii) Net Fair Value Gains/(Loss)		
On investment properties	-	-
On Financial Assets	-	-
NET Fair Value Gains/(Loss)	<u>-</u>	<u>-</u>

31 (iii) Credit loss expense (GROUP)

The table below shows the ECL charges on financial instruments for the year recorded in the profit or loss:

In thousands of Nigerian Naira	Note	Stage 1	Stage 2	Stage 3	Total
		Individual	Individual		
Cash and cash equivalents		(6,914)	-	-	(6,914)
Other loans and receivables		4	-	649	653
Other loans and receivables from related parties		76	-	-	76
Other receivables(For subsidiary)		-	-	8,936	8,936
Total impairment loss		(6,834)	-	9,585	2,751

31 (iv) Credit loss expense (COMPANY)

The table below shows the ECL charges on financial instruments for the year recorded in the profit or loss:

In thousands of Nigerian Naira	Note	Stage 1	Stage 2	Stage 3	Total
		Individual	Individual		
Cash and cash equivalents		(6,875)	-	-	(6,875)
Other loans and receivables		4	-	649	653
Other loans and receivables from related parties		76	-	-	76
Total impairment loss		(6,795)	-	649	(6,146)

32 Other operating and administrative expenses

(i) Employee benefits expense

Staff cost	68,702	41,010
Contributions to defined pension scheme	-	-
Other staff costs (Notes 32.(i.a))	58,965	210,979
	<u>127,666</u>	<u>251,989</u>

(i.a) Other staff costs

Temporary Staff Salaries	11,895	743
Staff Training & Entertainment	1,670	3,346
Staff other benefits	28,673	18,296
Leave Allowance	10,894	7,679
Staff Gratuity	1,458	915
Nigeria Social Ins Trust Fund	-	-
Staff GPA Insurance	4,375	-
	<u>58,965</u>	<u>30,979</u>

(ii) Management expenses comprise;

Bank charges	(0)	74
Other charges and expenses (Notes 32.(iia))	45,003	25,923
General maintenance and running costs	19,380	30,121
Legal and professional fees	8,989	21,663
Audit fees	3,000	-
Insurance supervision fees	39	115
Depreciation	95	112,652
Amortisation of Intangible Assets	-	9,523
Impairment gain/(loss)	-	-
Interest on overdrafts	-	-
Cost of sales - Hotels	-	-
Other operating expenses	76,506	200,071
Other operating and administrative expenses	204,173	452,060

(ii.a) Other charges and expenses

	31-03-2020 N'000	31-03-2019 N'000
OTHER PROFESSIONAL CHARGES	-	-
TRANSPORT ALLOWANCE	30	-
TERMINAL PAY	-	-
HOTEL ACCOMMODATION	274	339
SECURITY EXPENSES	125	95
ENTERTAINMENT	1,029	985
BUSINESS PROMOTION	-	-
ADVERTISEMENT	2,610	612
NEWSPAPERS & PERIODICALS	-	-
TELEPHONE BILLS	447	735
INTERNET CONNECTIVITY	2,355	1,766
PRINTING COST	5,496	3,986
STATIONERY COST	13	-
LOCAL GOVT. LEVIES	332	75
VALUE ADDED TAX/STAMP DUTIES	12	-
LEVY/FEE/PENALTY	-	-
DIRECTORS EXPENSES	2,570	-
DIRECTORS SITTING ALLOWANCES	2,600	2,270
ASSETS INSURANCE EXPENSES	-	-
FILING FEE	-	-
DIRECTORS FEES	6,000	-
GIFTS	4,186	1,494
OFFICE CLEANING EXPENSES	160	5
CHRISTMAS GIFT/SUNDRY	1,058	570
SUBSCRIPTIONS TO PROFESSIONAL BODIES/CLUBS	-	1,300
MEDICAL EXPENSES	6,025	2,613
WATER BILL	-	-
ENTERTAINMENT ALLOWANCE	-	-
EXCHANGE VARIANCE A/C	-	-
POSTAGES & COURIER	292	488
INTEREST ON LOANS	-	-
OVERSEAS TRAVEL EXPENSES	-	-
SERVICE CHARGE - ABUJA	-	-
RENT & RATES	-	-
NIA LEVIES	-	5,961
INDUSTRIAL TRAINING FUND LEVY	3,820	2,500
ANNUAL GENERAL MEETING	5,350	-
TRAINING	-	-
REPAIRS & MAINTENANCE OTHER FITTINGS	231	131
REPAIRS AND MAINTENANCE TV SET + RADIO	-	-
SEVERANCE PACKAGE	-	-
REPAIRS AND MAINTENANCE TV SET + RADIO	-	-
RENT & RATES - ABAKALIKI	-	-
FUEL SUBSIDY	45,003	25,925

33	Interest expense Interest expense represents finance cost recognized on the bank loan during the year under review.		
	Earnings per share	31-03-2020 N'000	31-03-2019 N'000
	Profit attributable to equity holders	369,572	47,000
	Weighted average number of ordinary shares in issue (in thousands)	16,000,000	16,000,000
34	Basic earnings per share (kobo per share)	2.310	0.29
	The calculation of basic earnings per share at 31 December 2019 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 Other payables	42,685 -	35,960 1,599,667
		42,685	1,635,627
35.2	Related Party Conau Limited Universal Hotels Limited Frenchie's Foods Nig. Ltd African Alliance Insurance Plc	- 35,960 4,569 1,599,667	- 35,960 4,569 1,599,667
		1,640,196	1,640,196
35.3	Employees The average number of persons employed by the Company during the		
		31-03-2020 Number	31-03-2019 Number
	Executive directors Management Non-management	3 16 79	3 16 78
		98	97
36	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.		
37	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 and certain circulars as issued by the NAICOM. Only listing penalty by Security and Exchange Commission was noticed		
	Details of the contraventions and the related penalties are as follows:		
		3/31/2020 N'000	3/31/2019 N'000
	Penalty to National Insurance Commission(NAICOM) (See (i) below)	0	0
	Penalty on Listing fee (See (ii) below)	0	1389
		0	1389
	(i) 2018 the company paid penalty on Listing contravention to Security and Exchange Commission (SEC).		