

FOURTH QUARTER MANAGEMENT ACCOUNT

For The Period Ended 31,DECEMBER. 2023

Universal Insurance Plc

RC 2460



UNIVERSAL INSURANCE PLC
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31,DECEMBER 2023

COMPANY

	NOTES	31-Dec-23	31-Dec-22
		N'000	N'000
Assets			
Cash and Cash Equivalents	6	1,189,744	521,053
Financial Assets	7	2,996,165	2,532,487
Trade Receivable	8	459,680	321,147
Reinsurance Assets	9	817,107	422,584
Deferred Acquisition cost	10	326,754	37,573
Deferred tax assets	23.a	403,685	403,685
Other Receivables	11	656,054	581,686
Investment in Subsidiaries	12	2,788,184	2,457,516
Investment Properties	13	2,023,414	1,901,830
Intangible Asset	14	61,248	69,561
Property, Plant and Equipment	15	3,014,379	2,588,898
Statutory Deposits	16	335,000	335,000
Total Assets		15,071,414	12,173,020
Liabilities			
Insurance Contract Liabilities	17	3,060,204	2,104,570
Borrowings	18	-	-
Trade payable	19	99,354	23,797
Other payable	20	98,820	99,136
Employee benefit liability	21	-	-
Income Tax liabilities	22	28,811	11,321
Deferred tax liabilities	23	296,875	296,875
Total Liabilities		3,584,064	2,535,699
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	1,236,029	883,887
Fair value reserve	24. 4	6,460	6,460
Non Current assets revaluation reserve	24. 5	768,329	768,329
Retained earnings	24. 6	651,514 -	846,372
Shareholders funds		11,487,350	9,637,321
Other equity instruments		-	-
Non - controlling interests			
TOTAL EQUITY & LIABILITIES		15,071,414	12,173,020

Signed on behalf of the Board of Directors on, January 12, 2024



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



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

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

UNIVERSAL INSURANCE PLC

Statements of Comprehensive Income
FOR THE PERIOD ENDED 31, DECEMBER 2023

		Notes	
		31-Dec-23	31-Dec-22
		N'000	N'000
Gross Premium written	25	9,340,845	5,666,321
Decrease/(increase) in unearned premium		(898,834)	(551,625)
Gross Premium Earned		<u>8,442,010</u>	<u>5,114,697</u>
Reinsurance Premium Expense	26	(1,213,586)	(929,289)
Net Insurance Premium Income		7,228,424	4,185,408
Fees and Commission income	27	139,222	137,511
Total Underwriting Income		<u>7,367,646</u>	<u>4,322,919</u>
<i>Insurance benefits</i>			
Claims expenses	28	(1,224,922)	(677,027)
Increase/(Decrease) in claims and IBNR reserves per actuarial valuation	28	-	0
Claims Expense Recovery from Reinsurance	28	450,641	73,530
Change in contract liabilities	28	-	-
Net insurance benefit and claims		<u>(774,281)</u>	<u>(603,497)</u>
Underwriting Expenses			
Acquisition expenses	29	(1,635,458)	(1,045,187)
Maintenance expenses	29	(1,723,662)	(939,345)
Total Underwriting Expenses		<u>(3,359,119)</u>	<u>(1,984,532)</u>
Underwriting Profit/(Loss)		<u>3,234,245</u>	<u>1,734,890</u>
Investment income	30	183,556	152,100
Other operating income		-	-
Total investment income		<u>183,556</u>	<u>152,100</u>
Net Income		<u>3,417,802</u>	<u>1,886,990</u>
Unrealised fair value gain		523,678	187,302
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		100,000	-
Other operating and administrative expenses	32	(2,251,959)	(1,539,623)
Total Expenses		<u>(1,628,280)</u>	<u>(1,352,322)</u>
Result of operating activities		1,789,521	534,668
Interest expense	33	-	-
Profit or (Loss) before Taxation		1,789,521	534,668
Income Tax (Expense)/ Credit	22.1a	(28,811)	(5,400)
Profit or Loss after Taxation		<u>1,760,710</u>	<u>529,268</u>
Profit/(Loss) to Equity holder		<u>1,760,710</u>	<u>529,268</u>
Other comprehensive income /(loss)		-	-
Revaluation surplus on PPE		-	-
Total other comprehensive income		-	-
Total comprehensive income / (loss) for the year		<u>1,760,710</u>	<u>529,268</u>
Profit attributable to:			
Equity holders of the Company		1,760,710	529,268
Non-controlling interest		-	-
Profit/(loss) for the period		<u>1,760,710</u>	<u>529,268</u>
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		<u>1,760,710</u>	<u>529,268</u>
Total comprehensive income attributable to:			
Equity holders of the company		1,760,710	529,268
Non-controlling interests		-	-
Total comprehensive income for the period		<u>1,760,710</u>	<u>529,268</u>
Earnings per share-(basic and diluted)(Kobo)	34	11.00	3.31

UNIVERSAL INSURANCE PLC														
UNDERWRITING REVENUE ACCOUNT														
FOR THE PERIOD ENDED 31, DECEMBER 2023														
	MOTOR	FIRE	ERAL ACCID	BOND	ENGINEERING	OIL & GAS	AVIATION	AGRIC INS	MARINE	Dec-23	31-Dec-22			
	N'000	N'000	N'000	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	1,230,234	1,197,195	706,887	889,236	387,402	1,881,769	285,198	32,110	656,399	7,266,431	4,296,104			
Reinsurance Accepted	106,985	468,873	85,175	49,105	67,363	1,088,973	-	18,495	189,444	2,074,414	1,370,217			
Gross Premium Written	1,337,220	1,666,067	792,062	938,342	454,765	2,970,742	285,198	50,605	845,843	9,340,845	5,666,321			
Changes in Reserve for Unexpired Risk (*)	(563,710)	(245,566)	(52,665)	152,060	(91,260)	(157,774)	(20,120)	(6,746)	86,947	(898,834)	(551,625)			
Gross Premium Earned	773,510	1,420,502	739,397	1,090,401	363,506	2,812,968	265,078	43,859	932,790	8,442,010	5,114,697			
Net Reinsurance Recovery (UPR) per actuarial valuation														
Reinsurance cost	(289,956)	(81,993)	(32,283)	(3,609)	(13,000)	(778,578)	-	-	(14,166)	(1,213,586)	(929,289)			
Net Premium Written	483,554	1,338,508	707,114	1,086,793	350,505	2,034,389	265,078	43,859	918,623	7,228,424	4,185,408			
Commission Received	98,821	21,683	12,498	722	2,361	-	-	-	3,138	139,222	137,511			
Net Income	582,374	1,360,191	719,612	1,087,514	352,866	2,034,389	265,078	43,859	921,762	7,367,646	4,322,919			
Claims Incurred:														
Direct Claims Paid	265,075	681,288	376,487	14	54,645	153,319	190,684	11,483	57,747	1,790,742	682,589			
Provision for Outstanding claims (IBNR)	(71,393)	(134,873)	(77,488)	(48,950)	(40,162)	(78,845)	(853)	(8,800)	(47,599)	(508,963)	(220,384)			
Additional charge to claims reserve per actuarial valuation (IBNR)	-	-	-	-	-	-	-	-	-	-	-			
Changes in Provision for Outstanding Claims (**)	37,004	(169,752)	90,587	-	83,590	3,102	(117,355)	2,940	15,968	(53,917)	214,822			
Gross Claims Incurred	230,686	376,663	389,586	(48,936)	98,073	77,576	72,476	5,622	26,116	1,227,862	677,027			
Reinsurance Claims Recovery per actuarial valuation														
Reinsurance Recovery (IBNR) per actuarial valuation	-	-	-	-	-	-	-	-	-	-	-			
Reinsurance Claims Recovery	(15,644)	(425,437)	(10,381)	-	-	-	-	-	-	(451,463)	(73,530)			
Net Claims Incurred	215,042	(48,775)	379,205	(48,936)	98,073	77,576	72,476	5,622	26,116	776,399	603,497			
Underwriting Expenses:														
Commission Paid	162,241	328,650	158,935	186,952	85,937	623,916	-	11,057	190,398	1,748,086	937,665			
Changes in deferred commission	(12,215)	(32,972)	(9,775)	30,496	(13,941)	(81,150)	(4,481)	(1,246)	12,655	(112,629)	107,522			
Additional (DCA) per actuarial valuation report														
Maintenance expenses	207,504	205,304	205,304	205,304	205,304	205,304	205,304	-	284,333	1,723,662	939,345			
Total Underwriting Expenses	357,530	500,982	354,465	422,752	277,300	748,070	200,823	9,811	487,386	3,359,119	1,984,532			
Total Expenses	572,572	452,208	733,670	373,816	375,373	825,646	273,300	15,434	513,502	4,135,519	2,588,029			
Underwriting Result	9,803	907,984	(14,058)	713,699	(22,507)	1,208,743	(8,222)	28,425	408,260	3,232,127	1,734,890			
Provision for Unexpired Risk- 1 JANUARY 2023	120,556	252,730	179,936	152,063	143,267	5,107	19,565	13,802	151,134	1,038,161	974,080			
Provision for Unexpired Risk- 31,DEC 2023	684,265	498,296	232,601	3	234,527	162,881	39,685	20,549	64,188	1,936,995	1,525,704			
Additional charge (UPR) per actuarial valuation	-	-	-	-	-	-	-	-	-	-	-			
Provision for Unexpired Risk- 30 SEPT 2023	684,265	498,296	232,601	3	234,527	162,881	39,685	20,549	64,188	1,936,995	1,525,704			
* Changes in reserve for unexpired Risk	(563,710)	(245,566)	(52,665)	152,060	(91,260)	(157,774)	(20,120)	(6,746)	86,947	(898,834)	(551,625)			
Gross Claims Outstanding														
Provision for Outsanding Claims- 1 JANUARY 2023	49,578	207,377	89,507	251	22,537	18,340	140,609	-	1,362	529,560	311,420			
Provision for Outsanding Claims- 31,DEC 2023	86,581	37,626	180,093	251	106,127	21,442	23,254	2,940	17,330	475,644	526,242			
** Changes in provision for outstanding claims	37,004	(169,752)	90,587	-	83,590	3,102	(117,355)	2,940	15,968	(53,917)	214,822			

UNIVERSAL INSURANCE PLC		
Statement Of Cash Flows		
	COMPANY	
FOR THE PERIOD ENDED 31, DECEMBER 2023	31-Dec-23	31-Dec-22
	N'000	N'000
Cash flows from operating activities		
Insurance premium received from policy holders,Brokers & Agents,Cedants	9,202,312	5,412,683
Commission received	139,222	137,511
Reinsurance receipts in respect of claims	(295,952)	(295,952)
Reinsurance premium paid	(1,213,586)	(929,289)
Prepaid Minimum and Deposit on Oil & Gas	(11,276)	(52,312)
Other operating cash payments	(1,443,248)	(1,650,197)
Insurance benefits and Claims paid	(1,790,742)	(682,589)
Payments to intermediaries to acquire insurance contracts	(1,748,086)	(937,665)
Maintenance expenses	(1,723,662)	(939,345)
Interest Received	28,410	17,439
Dividend Income Received	145,408	132,111
Cash generated from operations	1,288,799	212,395
Interest Paid	-	0
Company Income Tax paid	(19,254)	-
Net cash provided by operating activities	1,269,545	212,395
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(594,132)	(82,354)
Purchase of Intangible Assets	(16,461)	(21,207)
Purchase of Listed Equities	-	0
Investment income and other receipts	9,738	2,550
Unlisted AFS Disposed	-	0
Net Cash provided by investing activities	(600,854)	(101,011)
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	521,053	409,669
Net increase/decrease in cash and cash equivalents	668,691	111,384
Cash and Cash equivalent at the end of period	1,189,744	521,053

UNIVERSAL INSURANCE PLC							
Statements of Changes in Equity (COMPANY)							
for the period ended 31, DECEMBER 2023							
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 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
Total comprehensive income							
Profit and loss	-	-	-	-	-	1,760,710	1,760,710
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				352,142		(352,142)	-
Other comprehensive income	-	-	-	352,142	-	(352,142)	-
Total comprehensive income for the period	-	-	-	352,142	-	1,408,568	1,760,710
Transfer during the year	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-
Total contribution and distributions to owners	-	-	-	-	-	-	-
Balance at 31 DEC. 2023	8,000,000	825,018	768,329	1,236,029	6,460	651,514	11,487,350
Balance at 1 January 2022	8,000,000	825,018	768,329	713,897	6,460	(1,205,650)	9,108,053
							-
	8,000,000	825,018	768,329	713,897	6,460	(1,205,650)	9,108,053
Total comprehensive income							
Profit and loss	-	-	-	-	-	529,268	529,268
Net gain/loss on previous AFS reclassified to FVTPL							-
Fair value reserve derecognised on disposal							-
Transfer to contingency reserve				169,990		(169,990)	-
Other comprehensive income	-	-	-	169,990	-	(169,990)	-
Total comprehensive income for the period	-	-	-	169,990	-	359,279	529,268
Transfer during the year	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-
Total contribution and distributions to owners	-	-	-	-	-	-	-
Balance at 31 DEC. 2022	8,000,000	825,018	768,329	883,887	6,460	(846,372)	9,637,321

**UNIVERSAL INSURANCE PLC
COMPUTATION OF SOLVENCY MARGIN**

AS AT 31, DECEMBER. 2023

	TOTAL	Inadmissible	Admissible
	N'000	N'000	N'000
1 ASSETS			
Cash and bank balances	1,189,744		1,189,744
Financial Assets - Quoted	2,996,165		2,996,165
Financial Assets - Unquoted	-	-	-
Trade Receivable	459,680		459,680
Reinsurance Assets	817,107		817,107
Deferred Acquisition cost	326,754		326,754
Deferred tax assets	403,685	403,685	0
Other Receivable	656,054	611,432	44,622
Investment in Subsidiaries	2,788,184	714,719	2,073,466
Investment Properties	2,023,414	816,000	1,207,414
Intangible Asset	61,248	61,248	-
Property, Plant and Equipment	3,014,379	2,846,784	167,594
Statutory Deposits	335,000		335,000
	15,071,414	5,453,868	9,617,546
LIABILITIES			
Insurance Contract Liabilities	3,060,204		3,060,204
Trade payable	99,354		99,354
Other payable	98,820		98,820
Employee benefit liability	-		-
Income Tax liabilities	28,811		28,811
Deferred tax liabilities	296,875	296,875	0
	3,584,064	296,875	3,287,189
Excess of total admissible assets over admissible liabilities (A - B)			6,330,356
Higher of:			
Gross premium written			8,442,010
Less: Reinsurance expenses			(1,213,586)
Net Premium			7,228,424
15% of Net Premium	C		1,084,264
Solvency Margin	D		6,330,356
Minimum Paid up Capital	E		3,000,000
Excess of solvency margin over minimum capital base			3,330,356

UNIVERSAL INSURANCE PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31, DECEMBER 2023

- 1 General Information:
The financial statements of the Company for the period ended 31, DECEMBER, 2023 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:
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 cash flow 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 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.
- 4.2 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
- 4.2.1 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.

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. interest rate movements.
- Credit risk
4.2.2 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 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.
- Liquidity risk
4.2.3 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 and reserve borrowing facilities by continuously monitoring forecast and actual cash flows 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 assets contain marketable securities which could be converted into cash when required.
- Impairment assessment (Policy applicable from 1 January 2021)
4.3 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 The Company's process to assess changes in credit risk is multi-factor and has three main elements (or 'pillars'):
· quantitative element (i.e. reflecting a quantitative comparison of PD at the reporting date and PD at initial recognition);
· a qualitative element; and
· 'backstop' indicators
- 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

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

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

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

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

Impairment assessment (Policy applicable from 1 January 2022)

4.4 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 reportin
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. 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 - 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
- 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:
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,

Analysis of inputs to the ECL model under multiple economic scenarios

4.4.1 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. To ensure completeness and accuracy, the company obtains the data used from third party sources (Central Bank of Nigeria, Trading Economies 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

5 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.

	31-Dec-23	31-Dec-22	
Share Capital	825,018	825,018	
Share Premium	996,481	783,916	
Retained earnings	-	-	
Contingency Reserve	6,460	6,460	
Excess of admissible assets over liabilities	1,827,958	1,615,394	
Less the amount of own shares held (Treasury shares)	-	-	
	1,827,958	1,615,394	
Subordinated liabilities approval by NAICOM	-	-	
Other financial instrument approved by NAICOM	-	-	
Capital Requirement	1,827,958	1,615,394	
6 Cash and Cash Equivalent	COMPANY	COMPANY	
	31-Dec-23	31-Dec-22	
This comprises of:	N'000	N'000	
Cash In Hand	4,398	20,288	
Current Account Balances	455,156	250,759	
Placement with banks	731,218	250,511	
	1,190,772	521,558	
Allowance for Impairment Losses	(1,028)	(505)	
	1,189,744	521,053	
6.3 Reconciliation of ECL Impairment allowance	COMPANY	COMPANY	
	31-Dec-23	31-Dec-22	
	N'000	N'000	
Opening balance as at January 1	255	255	
Increase/(decrease) during the year (Note 31 (ii))	250	250	
Closing balance as at Dec. 31	505	505	
7 Financial asset	COMPANY	COMPANY	
Equity instrument at fair value through profit or loss	31-Dec-23	31-Dec-22	
	N'000	N'000	
-Mandatorily measured at FVPL	2,996,165	2,472,487	
Equity instrument at fair value through OCI	-	60,000	
Total Equity instruments	2,996,165	2,532,487	
Current			
Non-current	2,996,165	2,532,487	
(a) Financial assets at fair value through profit or loss	COMPANY	COMPANY	
	31-Dec-23	31-Dec-22	
	N'000	N'000	
Listed Equity securities			
Balance as at January 1	2,472,487	2,285,185	12,679.42
Addition during the year	-	-	199
Reclassification from FVOCI (MTN shares- Note 7(b))	-	-	2,523,204.59
Disposal during the year	-	-	
Fair value gain/(loss)	523,678	187,302	
Foreign Exchange gain/(loss)	-	-	
Net impairment gain/(loss)	-	-	
Balance as at Dec. 31	2,996,165	2,472,487	
(b) Financial Assets	COMPANY	COMPANY	
	31-Dec-23	31-Dec-22	
	N'000	N'000	
Unlisted Equity securities			
Balance as at January 1	50,000	40,000	
Addition during the year	(50,000)	20,000	
Reclassification to FVTPL (MTN shares- Note 7(a))	-	-	
Disposal during the year	-	-	
Fair value gain/(loss)	-	-	
Foreign Exchange gain/(loss)	-	-	
Net impairment gain/(loss)	-	-	
Balance as at Dec. 31	-	60,000	
(b.1) Returns on MTN shares	=N=	=N=	
2021	97,342	97,342	
2020	155,093	155,093	
2019	16,740	16,740	
8 Trade Receivables	COMPANY	COMPANY	
	31-Dec-23	31-Dec-22	
	N'000	N'000	
Insurance receivables	459,680	321,147	
Other receivables (From subsidiary)	-	-	
Impairment on Subsidiary	-	-	
	459,680	321,147	
8.1 Age Analysis of Trade receivables			
Within 30 days	459,680	321,147	
Above 30 days	-	-	
	459,680	321,147	
8.2 Premium receivable from agents, brokers and intermediaries			
Due from agents	-	-	
Due from brokers	53,751	57,708	
Due from insurance companies	405,930	263,439	
	459,680	321,147	
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 (Dec. 2023)	-	-	
	COMPANY	COMPANY	

	31-Dec-23	31-Dec-22	
	N'000	N'000	
9 Reinsurance Assets			
Reinsurance Share of UPR	328,947	223,411	
Reinsurance Share of Outstanding Claims	476,883	33,548	
Reinsurance Share of IBNR		113,313	
Total Reinsurance Assets	805,830	370,272	
Prepaid Minimum and Deposit (M&D) on Oil & Gas	11,276	52,312	
	817,107	422,584	
9.1 Movements in Reinsurance share of UPR			
At the beginning of the year	176,382	176,382	182586
Increase/(Decrease) during the year	-	-	-6204
Balance at the end of the year	176,382	176,382	176382
9.2 Movement in Reinsurance Share of outstanding Claims			
Balance at the beginning of the year	121,236	114,181	133878
Increase/(Decrease) during the year	7,055	7,055	-19697
Balance at the end of the year	128,291	121,236	114181
9.3 Movement in Reinsurance Share of IBNR			
Balance at the beginning of the year	33,690	-	124414
Increase/(Decrease) during the year	-	33,690	-124414
Allowance for impairment	-	-	0
Balance at the end of the year	33,690	33,690	0
			(7,055)
9.4 Movement in Reinsurance Share of Prepaid (M&D)			
Balance at the beginning of the year	43,472	47,948	12465
Increase/(Decrease) during the year	(4,476)	(4,476)	35483
Balance at the end of the year	38,996	43,472	47948
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:			
	COMPANY		
	31-Dec-23	31-Dec-22	
	N'000	N'000	
Motor	13,507	3,940	
Fire	98,848	15,156	
General accident	45,815	1,139	
Bond	-	18,460	
Engineering	46,301	6,992	
Oil & Gas	82,348	(30,856)	
Aviation	8,259	12,534	
Marine	27,408	11,966	
Agric Insurance	4,268	(1,748)	
Additional (DCA) per actuarial Valuation Report	-	-	
	326,754	37,573	
10.1 Movement in deferred acquisition cost			
At beginning of year	37,573	143,692	
Changes during the year	289,180	(106,119)	
At end of year	326,754	37,573	
Due within 12 months	326,754	37,573	
Due after more than 12 months	-	-	
11 Other Receivables, Prepayments			
The balance is analysed as follow:			
Prepayments	554,458	478,099	
Due from Related Parties	51,120	51,120	
Staff Debtors	56,616	65,083	
Staff Share Loan	-	-	
Deposit for properties (reclassified from inv.)	-	720,000	
Other receivables	15,831	4,617	
Stock of Raw Materials	-	-	
	678,026	1,318,920	
Impairment of due from related parties	(2,670)	-	
Impairment Charges on Staff loan	(147)	238	
Impairment of other loans and receivables	(19,155)	(736,996)	
	656,054	581,686	
Current	656,054	581,686	
Non-current	-	-	
Movement in staff share loan			
	COMPANY		
	31-Dec-23	31-Dec-22	
	N'000	N'000	
Balance as at January 1	-	-	
Addition during the year	-	-	
Prepayment during the year	-	-	
Reclassified due to African Alliance Insurance Plc (Note 20.1(a))	-	-	
Accrued Interest on staff share loan	-	-	
Impairment loss	-	-	
Balance as at 31. Dec	-	-	
11.1 Inventories			
Stock of raw materials	-	-	
	656,054	581,686	
11.2 Prepayments			
Other Receivables	15,345	166,969	
Prepaid Rent	45,040	44,761	
Recapitalization Expenses	32,932	26,557	
Dividend/Interest Payables(Lease)	137,960	137,960	
FIRS WTH A/C	63,420	52,463	
	26,910	26,465	
	321,607	455,174	
11.2.a Other Receivables			
Other Receivable	28,737	28,737	
Advance Debtors	10	10	
Other Prepayments	3,124	2,845	
	31,871	31,592	

11.2.b	Recapitalization Expenses		
	Prepaid Merger Expenses	50,000	50,000
	Recapitalization Expenses	87,960	87,960
		<u>137,960</u>	<u>137,960</u>

11.3	Staff Debtors		
	Prepaid Staff Personal Loan	56,616	65,083
11.3.1	Movement in staff Debtors	31-Dec-23	31-Dec-22
		N'000	N'000
	Balance as at January 1	65,083	45,274
	Addition in the year	-	19,809
	Interest earned during the year	-	-
	Repayments during the year	(8,467)	-
	Balance as at 31. Dec	<u>56,616</u>	<u>65,083</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.

		COMPANY	
12	Investment in subsidiaries	31-Dec-23	31-Dec-22
	This comprises of investment in:	N'000	N'000
	Universal Hotels Limited (Note 12(i))	2,788,184	2,457,516
	Impairment charge on Universal Hotel	-	-
	Investment in subsidiaries	<u>2,788,184</u>	<u>2,457,516</u>

12 (i) 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-Dec-23	31-Dec-22
		N'000	N'000
13	Investment properties		
	Oyigbo Garden Avenue estate	559,368	548,400
	Rumudumu For Model Estate	816,000	816,000
	UHE Complex	-	-
	Others (Nigeria Cement company; Progress Bank Ltd; Nigeria Tobacco Ltd; Ferdinand Oil Ltd)	-	-
	Molit Mall	648,046	537,430
		<u>2,023,414</u>	<u>1,901,830</u>
	Impairment loss on investment properties	-	-
		<u>2,023,414</u>	<u>1,901,830</u>

The properties of the Company at Oyigbo Garden Estate and Rumudumu For Model Estate were revalued on December 31,2021 by A.C.Otegbulu & Partners, Estate Surveyors & Valuers (FRC/2013/NIESV/0000001582) to ascertain the open market value of the Investment Properties. The fair value gain/(loss) on the investment properties were recognised in the Statement of

Comprehensive Income for the period.

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 are not subjected to periodic charges for depreciation. Valuation was carried out at point of purchase and this value has been carried at transition as fair value of the investment with provision made for impairment on Vine Estate investment as project development is yet to commence. Other investments have been fully provided for under NGAAP.

	Balance as at Jan 1	Addition	Disposal	Reclassification	Transfer	Revaluation Gain	Balance as at 31 December	Status in Title
13.a Movement of Assets								
1 Oyiabo Garden Avenue Estate	548,400	-	-	-	-	-	548,400	Yes
2 Rumudumu For Model Estate	816,000	-	-	-	-	-	816,000	NO
3 Molit Mall	537,430	-	-	-	-	100,000	637,430	Yes
Total	1,901,830	-	-	-	-	100,000	2,001,830	

	31-Dec-23 N'000 Amount	31-Dec-22 N'000 Amount
13.b Assets In The Name of Conau Limited:		
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 (2023)

	COMPANY	
	31-Dec-23 N'000	31-Dec-22 N'000
Cost		
Balance, beginning of period	161,997	140,713
Additions	16,461	21,207
Transferred from PPE (Computer)	-	-
Balance, end of period	178,458	161,920
Accumulated amortisation		
Balance, beginning of period	91,837	72,169
Amortisation expense/impairment charge	25,373	20,190
Transferred from PPE (computer)	-	-
Balance, end of period	117,210	92,359
Net book amount		
End of period	61,248	69,561

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.

PROPERTY PLANTS AND EQUIPMENTS

COMPANY (2023)

	Land N'000	Building N'000	Plant & Machinery N'000	Furniture and Fittings N'000	Motor Vehicles N'000	Computer Hardware N'000	Total N'000
Cost/Revalued amount							
Balance, beginning of period	258,860	3,117,578	42,354	149,653	441,226	39,710	4,049,381
Additions during the year	-	-	13,487	3,454	567,200	9,991	594,132
Disposals	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-
Balance, end of period	258,860	3,117,578	55,840	153,107	1,008,426	49,701	4,643,512
Accumulated depreciation							
Balance, beginning of period	-	959,965	24,216	102,408	347,466	19,274	1,453,330
Charge for the year	-	-	4,817	8,413	158,244	4,329	175,804
On Disposal	-	-	-	-	-	-	-
Balance, end of period	-	959,965	29,033	110,822	505,710	23,604	1,629,134
Netbook value as at 31,DEC. 2023	258,860	2,157,613	26,807	42,285	502,716	26,097	3,014,379
Netbook value as at 1 JANUARY 2023	258,860	2,157,613	18,138	47,244	93,760	20,436	2,596,051

15.c(ii) Movement in Land & Building (Company)

	at Jan 1	Addition	Disposal	Reclassific	Transfer	Revaluation Gain	Depreciation	Balance as at 31 Dec
Property at Ridgeway Station Road Enugu	370,692	-	-	-	-	-	10,114	360,578
Property at New Owerri Road Behind CBN, Owerri	964,800	-	-	-	-	-	25,956	938,844
Property at no 2 Enrole Street Enugu	73,265	-	-	-	-	-	2,010	71,255
49A, 50A, 51A, 52A and 53A city Layout Enugu	591,305	-	-	-	-	-	16,100	575,205
Eliwahani Shell estate, Obior Akpor LGA, Portharcourt	269,130	-	-	-	-	-	7,114	262,016
Land at Awka ,Anambra State	257,500	-	-	-	-	-	-	257,500
Total	2,526,692	-	-	-	-	-	61,294	2,465,398

16 STATUTORY DEPOSIT

	31-Dec-23 N'000	31-Dec-22 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 the Insurance Act 2003.

17 Insurance Contract Liabilities

	COMPANY	
	31-Dec-23 N'000	31-Dec-22 N'000
Aggregate Insurance Contract Liabilities		
Unearned Premium	2,536,995	1,525,704
Outstanding Claims	475,644	526,242
IBNR	47,564	52,624
Total	3,060,204	2,104,570

17.(i) Insurance Contract Liabilities

17.b. Hypothetication of investment/assets

	31-Dec-23 Total Funds N'000	31-Dec-23 Policy Holder's Funds N'000	31-Dec-23 Shareholder's Funds N'000	31-Dec-22 Total Funds N'000	31-Dec-22 Policy Holder's Funds N'000	31-Dec-22 Shareholder's Funds N'000
Cash and Cash Equivalents	1,189,744	1,002,029	187,715	521,053	287,820	233,233
Financial Assets: Quoted	2,996,165	753,955	2,242,210	2,472,487	1,236,780	1,235,707
Financial Assets: UnQuoted	-	-	-	60,000	-	60,000
Trade Receivable	459,680	-	459,680	321,147	-	321,147
Reinsurance Assets	817,107	805,831	11,276	422,584	281,413	141,171
Deferred Acquisition cost	326,754	-	326,754	37,573	-	37,573

Other Receivable	656,054	656,054	581,686		581,686
Investment in Subsidiaries	2,788,184	2,788,184	2,457,516		2,457,516
Investment Properties	2,023,414	558,672	1,464,742	1,901,830	608,020
Intangible Asset	61,248	61,248	69,561		69,561
Property, Plant and Equipment	3,014,379	3,014,379	2,588,898		2,588,898
Statutory Deposits	335,000	335,000	335,000		335,000
Total Assets	<u>14,667,729</u>	<u>3,120,488</u>	<u>11,547,241</u>	<u>#####</u>	<u>2,414,033</u>
Insurance Contract Liabilities		<u>3,060,204</u>			<u>2,104,570</u>
		60,284			
18 BORROWINGS					
19 Trade payables					
Trade payables represent liabilities to agents, brokers and re-insurers on insurance contracts during the year					
		COMPANY			
		31-Dec-23	31-Dec-22		
Reinsurance payable		(56,202)	23,797		
Insurance payable		-	-		
Other trade creditors		155,556	-		
Balance at year end		<u>99,354</u>	<u>23,797</u>		
Current		254,910	23,797		
19.(i) Other trade creditors					
Due to Suppliers					
		COMPANY			
20 Other payables		31-Dec-23	31-Dec-22		
This is analysed as follow:		N'000	N'000		
Due to related parties		14,328	14,328		
Deferred Fees and Commission (note 27b)		38,832	38,832		
Provisions and accruals		37,762	36,628		
Rent Received in Advance		7,898	7,348		
		<u>98,820</u>	<u>99,136</u>		
Current		98,820	99,136		
Non-current					
20.1 Due to related companies					
Conau Limited		-	-		
African Alliance Insurance Plc		-	-		
Due to other related parties		14,328	14,328		
		<u>14,328</u>	<u>14,328</u>		
		COMPANY			
20.2 Provisions and accruals		31-Dec-23	31-Dec-22		
Lease Rentals		-	-		
Accrued Expenses		26,844	26,844		
Payable to Associate		4,569	4,569		
		<u>31,413</u>	<u>31,413</u>		
20.3 Rent Received in Advance					
Rent from Molit Mall in Advance		7,898	7,348		
		<u>7,898</u>	<u>7,348</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(2022) and NIL(2021).					
		COMPANY			
		31-Dec-23	31-Dec-22		
		N'000	N'000		
Staff pension scheme		6,586	-		
Current		6,586	-		
Balance as per January 1		-	-		
Current Service Cost		-	-		
Payment during the year		-	-		
Interest Expense		-	-		
Actuarial Re-Measurement		-	-		
Balance as per 31, Dec.		<u>-</u>	<u>-</u>		
22 Income tax payable		31-Dec-23	31-Dec-22		
		N'000	N'000		
22.1 Per Profit and Loss Account					
Income Tax		26,843	4,812		
Education Tax		1,074	321		
Provision for NITDA Tax		895	267		
		<u>28,811</u>	<u>5,400</u>		
Deferred Taxation		-	-		
Profit and Loss Account		<u>28,811</u>	<u>5,400</u>		
22.2 Per Balance Sheet					
Taxation					
At beginning of year		19,254	5,921		
Charge for the Year		28,811	5,400		
Payment during the Year		(19,254)	-		
At year end		<u>28,811</u>	<u>11,321</u>		
23 Deferred Tax Liability					
At beginning of year		296,875	296,875		
Derecognised on Reclassification of AFS FA		-	-		
Charged to profit and loss		-	-		
At year end		<u>296,875</u>	<u>296,875</u>		
To be recovered after more than 12 months		296,875	296,875		
To be recovered in 12 months					
23.a Deferred Tax Assets					
Deferred Tax derecognized from the conversion of MTN from unquoted to quoted		403,685	403,685		
		<u>403,685</u>	<u>403,685</u>		

24 EQUITY

24.1. Share capital

The share capital comprises:

	31-Dec-23 N'000	31-Dec-22 N'000
Authorised -		
30,000,000,000 Ordinary shares of 50k each	15,000,000	15,000,000
Issued and fully paid -		
16,000,000,000 Ordinary shares of N0.50k each	8,000,000	8,000,000

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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	883,887	713,897
Transfer from profit and loss	280,225	169,990
Balance, end of period	1,164,112	883,887
Gross Written Premium	9,340,845	5,666,321
Percentage Rate for transfer	3%	3%
Increase in Contingency	280,225	169,990
20% of Profit after tax	352,142	105,854

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	6,460	6,460
equity	-	-
Net Fair Value derecognised at reclassification	-	-
Balance as at period end	6,460	6,460

24.5. Revaluation Reserve

	31-Dec-23 N'000	31-Dec-22 N'000
Balance, beginning of period	768,329	768,329
Revaluation Surplus	-	-
Balance as at period end	768,329	768,329

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 16 (2020 = 12) outstanding legal proceedings against the Company as at 31, December 2021 with claims totalling N1,020,230,067 (2020 = NXXX). While it is not practicable to forecast or determine the final results of all pending or threatened legal proceedings, professional legal advice showed that there will be no contingent liabilities resulting from the various litigations involving the Company. 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.

	COMPANY	
	31-Dec-23 N'000	31-Dec-22 N'000
25 Gross Premium Income		
Gross premium written		
Direct Premium:		
Motor	1,230,234	611,988
Fire	1,197,195	703,355
General Accident	706,887	651,233
Bond	889,236	308,447
Engineering	387,402	209,192
Oil & Gas	1,881,769	1,108,091
Aviation	285,198	173,973
Agric Insurance	32,110	24,395
Marine	656,399	505,429
	7,266,431	4,296,104
Inward Reinsurance Premium:		
Motor	106,985	93,027
Fire	468,873	255,319
General Accident	85,175	47,627
Bond	49,105	19,311
Engineering	67,363	28,667
Oil & Gas	1,088,973	778,383
Aviation	-	-
Agric Insurance	18,495	25,951
Marine	189,444	121,933
	2,074,414	1,370,217
Gross premium written	9,340,845	5,666,321
Changes in unearned premium	-	-
Motor	(563,710)	(147,535)
Fire	(245,666)	(83,504)
General Accident	(52,665)	(83,023)
Bond	152,060	47,560
Engineering	(91,260)	(20,545)
Oil & Gas	(157,774)	(324,946)
Aviation	(20,120)	26,856
Agric Insurance	(6,746)	(10,620)
Marine	86,947	44,132
Net change in unearned premium	(898,834)	(551,625)
Change in UPR per Actuarial Valuation	-	-
Net change in unearned premium	(898,834)	(551,625)
Gross premium earned	8,442,010	5,114,697
Reinsurance expenses	(1,213,586)	929,289

28.52

Net insurance premium income	7,228,424	4,185,408
25(1) Net Premium Income	COMPANY	
	31-Dec-23	31-Dec-22
	N'000	N'000
Gross Premium Written	9,340,845	5,666,321
Changes in Unearned Premium	(898,834)	(851,825)
Gross Premium Earned	8,442,010	5,114,697
Reinsurance expenses	-	-
Net Insurance Premium Income	8,442,010	5,114,697
26 Reinsurance expenses		
Reinsurance costs		
Motor	289,956	289,633
Fire	81,993	73,044
General Accident	32,283	50,235
Bond	3,609	-
Engineering	13,000	556
Oil & Gas	778,678	479,171
Aviation	-	-
Agric Insurance	-	-
Marine	14,166	36,649
Movement in Reinsurance Share of UPR	-	-
	1,213,586	929,289
27 Fees and Commission Income	31-Dec-23	31-Dec-22
	N'000	N'000
Motor	98,821	98,454
Fire	21,603	18,132
General Accident	12,498	11,637
Bond	722	1,563
Engineering	2,361	149
OIL & GAS	-	-
Agric Insurance	-	-
Marine	3,138	7,577
	139,222	137,511
Fee income represents commission received on direct business and transactions code	-	-
28 Claims expenses	COMPANY	
	31-Dec-23	31-Dec-22
	N'000	N'000
Direct claims paid during the year	1,790,742	682,589
Changes in outstanding claims	(56,856)	214,822
Additional charge to claims reserve per actuarial valuation (IBNR)	-	0
Changes in Outstanding claims (IBNR)	(508,963)	220,384
Gross claims incurred	1,224,922	677,027
Reinsurance claims recoverable(Note 28(a))	(450,641)	73,530
Reinsurance recovery per Actuarial Valuation	-	-
	774,281	603,497
28.a REINSURANCE CLAIMS RECOVERABLE		
Claims paid recovered from Reinsurance	(295,952)	295,952
Changes in Outstanding claims and IBNR	(565,820)	5,562
Total	(861,772)	(301,514)
28.b Claims Ceded to Reinsurer		
Reinsurance claim received	-	-
Increase/(Decrease) in Reinsurer's share of Outstanding claims recoverable	53,751	57,708
Increase/(Decrease) in Reinsurer's share of IBNR	-	-
Increase/(Decrease) in Recoverable on claims paid	53,751	57,708
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		
	COMPANY	
	31-Dec-23	31-Dec-22
	N'000	N'000
Gross commission paid	162,241	73,756
Motor	328,650	194,195
Fire	158,935	141,120
General Accident	186,952	65,462
Bond	85,937	51,217
Engineering	623,916	280,014
Oil & Gas	-	-
Aviation	190,398	122,349
Marine	11,057	9,551
Total Commission paid	1,748,086	937,665
Changes in deferred commission		
Motor	(12,215)	19,033
Fire	(32,972)	16,866
General Accident	(9,775)	17,122
Bond	30,496	9,217
Engineering	(13,941)	12,240
Oil & Gas	(81,150)	59,563
Aviation	(4,481)	4,888
Marine	12,655	5,612
Additional (DCA) per actuarial Report	-	-
Changes in deferred commission	(111,382)	105,137
Acquisition expenses	1,635,458	1,045,187
Maintenance expenses	1,723,662	939,345
Underwriting expenses	3,359,119	1,984,532
30 INVESTMENT INCOME	COMPANY	
	31-Dec-23	31-Dec-22
	N'000	N'000
Dividend - Quoted and unquoted investments	145,408	132,111
Interest on call deposits	28,410	17,439
Profit/(loss) on disposal of non-current assets	-	560
Other income	6,235	1,990
	180,053	152,100
30.a ANALYSIS OF INVESTMENT INCOME		
Investment income attributable to policyholders	-	-

Investment income attributable to shareholders	183,556	152,100
	<u>183,556</u>	<u>152,100</u>
30.b Investment income attributable to shareholders		
Dividend - Quoted and unquoted investments	145,408	132,111
Interest on call deposits	28,410	17,439
Profit/(loss) on disposal of non-current assets	-	560
Other income	9,738	1,990
	<u>183,556</u>	<u>152,100</u>
30.c Investing Activities		
Dividend - Quoted and unquoted investments	145,408	132,111
Interest on call deposits	28,410	17,439
	<u>173,818</u>	<u>149,550</u>
30.d Operating Activities		
Other Income	9,738	1,990
	<u>9,738</u>	<u>1,990</u>
30.e Sundry Income	-	-
Profit/(loss) on disposal of non-current assets	-	560
	<u>-</u>	<u>560</u>

COMPANY		
	31-Dec-23	31-12-2022
	N'000	N'000
31 FAIR VALUE GAINS/(LOSS)		
31 (i) Net Fair Value Gains/(Loss)		
On Investment properties	-	-
On Financial Assets	523,678	187,302
Net Fair Value Gains/(Loss)	<u>523,678</u>	<u>187,302</u>

Credit loss expense (COMPANY)

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

COMPANY		
	31-Dec-23	31-Dec-22
	N'000	N'000
32 Other operating and administrative expenses		
(i) Employee benefits expense		
Staff cost	470,181	209,008
Contributions to defined pension scheme	-	-
Other staff costs (Notes 32.(i.a))	541,163	375,553
	<u>1,011,344</u>	<u>584,560</u>
(i.a) Other staff costs		
Temporary Staff Salaries	173,845	138,008
Staff Training & Entertainment	18,369	15,163
Staff other benefits	255,131	199,209
Leave Allowance	71,060	18,205
Staff Medical	15,730	-
Nigeria Social Ins Trust Fund	5	1,623
Staff GPA Insurance	7,024	6,590
	<u>541,163</u>	<u>375,553</u>
(ii) Management expenses comprise;		
Bank charges	22,048	14,554
Other charges and expenses (Note 32.(iia))	647,300	494,075
General maintenance and running costs	138,719	108,105
Legal and professional fees	146,454	158,041
Audit fees	7,000	8,000
Insurance supervision fees	77,917	35,326
Depreciation	175,804	116,772
Amortisation of Intangible Assets	25,373	20,190
Impairment gain/(loss)	-	-
Interest on overdrafts	-	-
Cost of sales - Hotels	-	-
Other operating expenses	1,240,615	955,063
Other operating and administrative expenses	<u>2,251,959</u>	<u>1,539,623</u>

COMPANY		
	31-Dec-23	31-Dec-22
	N'000	N'000
(ii.a) Other charges and expenses		
OTHER PROFESSIONAL CHARGES	-	-
TRANSPORT ALLOWANCE	8,627	5,288
TERMINAL PAY	104,724	220
HOTEL ACCOMMODATION	12,390	9,799
SECURITY EXPENSES	591	1,903
ENTERTAINMENT	16,811	25,090
BUSINESS PROMOTION	-	-
ADVERTISEMENT	62,305	81,497
NEWSPAPERS & PERIODICALS	143	168
TELEPHONE BILLS	2,894	2,543
INTERNET CONNECTIVITY	11,459	27,882
PRINTING COST	13,939	32,487
STATIONERY COST	6,167	6,122
LOCAL GOVT. LEVIES	3,496	844
VALUE ADDED TAX/STAMP DUTIES	11,832	32,522
LEVY/FEE/PENALTY	14,990	7,455
DIRECTORS EXPENSES		
DIRECTORS SITTING ALLOWANCES	14,990	-
ASSETS INSURANCE EXPENSES	14,689	7,746
FILING FEE	2,000	700
DIRECTORS FEES	3,000	16,000
GIFTS	65,995	40,453
OFFICE CLEANING EXPENSES	3,383	3,493
CHRISTMAS GIFT/SUNDRY	71,188	60,709
SUBSCRIPTIONS TO PROFESSIONAL BODIES/CLUBS	17,186	2,321
MEDICAL EXPENSES	15,730	14,991
WATER BILL	1,190	956
ENTERTAINMENT ALLOWANCE	-	-
EXCHANGE VARIANCE A/C	-	-
POSTAGES & COURIER	1,911	1,775
INTEREST ON LOANS	-	113
OVERSEAS TRAVEL EXPENSES	93,509	78,107
SERVICE CHARGE - ABUJA	-	-
RENT & RATES	21,765	11,219
NIA LEVIES	-	-

INDUSTRIAL TRAINING FUND LEVY	-	-
ANNUAL GENERAL MEETING TRAINING	50,185	21,133
REPAIRS AND MAINTENANCE TV SET + RADIO SEVERANCE PACKAGE	212	539
REPAIRS AND MAINTENANCE TV SET + RADIO FUEL SUBSIDY	-	-
FUEL	-	-
	<u>647,300</u>	<u>494,075</u>

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

Earnings per share	31-Dec-23	31/012/2022
	N'000	N'000
Profit attributable to equity holders	<u>1,760,710</u>	<u>529,268</u>
Weighted average number of ordinary shares in issue (in thousands)	16,000,000	16,000,000

34 Basic earnings per share (kobo per share) 11.004 3.308
The calculation of basic earnings per share at 31,Dec. 2022 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	<u>14,328</u>	<u>14,328</u>
	<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	<u>14,328</u>	<u>14,328</u>
	<u>70,018</u>	<u>70,018</u>

36 Employees COMPANY

The average number of persons employed by the Company during the

	31-Dec-23	31-Dec-22
	Number	Number
Executive directors	2	7
Management	49	37
Non-management	<u>87</u>	<u>62</u>
	<u>138</u>	<u>106</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.

	31-Dec-23	31-Dec-22
	N'000	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>