



**VERITAS KAPITAL ASSURANCE PLC**

**UNAUDITED FINANCIAL STATEMENTS FOR HALF YEAR ENDED  
JUNE 30, 2020**

Statement of Financial Position  
As at June 30, 2020

	Note	30-06-2020 Company N'000	31-12-2019 Company N'000
<b>ASSETS</b>			
Cash and cash equivalents	3	2,732,421	3,659,345
Financial assets	4	2,712,180	1,303,071
Trade receivable	5	43,039	
Reinsurance assets	6	497,118	389,960
Deferred acquisition cost	7	213,463	107,340
Other receivables and prepayments	8	239,320	409,596
Investment in subsidiaries	9	1,576,300	1,576,300
Investment properties	11	289,440	412,111
Goodwill	12	-	-
<i>Intangible assets - Software</i>	13	32,640	40,253
Property, plant and equipment	14	2,881,709	2,893,407
Statutory deposits	15	355,000	355,000
Deferred tax asset	21.1	-	-
<b>Total Assets</b>		<b>11,572,630</b>	<b>11,146,383</b>
<b>Liabilities:</b>			
Insurance contract liabilities	16	2,337,657	2,007,596
Trade payables	17	215,495	229,840
Employees retirement benefit obligations	18	-	-
Provision and other payables	19	357,043	377,934
Income tax liabilities	20	80,351	40,923
Deferred Tax Liabilities	21.2	542,136	542,136
<b>Total Liabilities</b>		<b>3,532,681</b>	<b>3,198,429</b>
<b>EQUITY &amp; LIABILITIES</b>			
<i>Share capital &amp; reserves:</i>			
Issued and paid up share capital	22	6,933,333	6,933,333
Share premium	23	663,600	663,600
Statutory Contingency reserves	24	997,117	939,949
Retained earnings	25	(2,405,511)	(2,440,338)
Other Component of Equity			
Asset revaluation reserve	26a	1,809,964	1,809,964
Fair value reserve	26b	41,446	41,446
Non Controlling interest(NCI)	38	-	-
<b>Total Equity</b>		<b>8,039,949</b>	<b>7,947,954</b>
<b>Total Equity &amp; Liabilities</b>		<b>11,572,630</b>	<b>11,146,383</b>

This Financial statement were approved by the board of Directors on July 23 and signed on its behalf by:



Mojeed Somorin

Chief Finance Officer

FRC/2017/ICAN/00000016849



Kenneth Egbaran

Managing Director/CEO

FRC/2015/CIIN/00000011953

**BOARD OF DIRECTORS**

**Non-Executive Directors:**

Thomas Etuh (Chairman)  
Ibrahim Muhammad Kashim  
Priyal Heal  
Sen. Maj. General Mohammed Magoro OFR.  
Nahim Abe Ibraheem  
Yabawa Lawan Wabi, mni  
Aminu Babangida  
Oluwafunsho Obasanjo

**Executive Directors:**

Kenneth E. Egbaran (MD/CEO)  
Wole Onasanya (Finance & Investment)

PAGE 1

VERITAS KAPITAL ASSURANCE PLC  
Abuja Office: Plot 497 Abogo Largema Street,  
Off Constitution Avenue, CBD, Abuja.  
Lagos Office: Plot 173 Gbagada/Oshodi Expressway,  
Opposite UPS Express Office, Gbagada Lagos.  
+234 (0) 700-100-0500 +234 (09) - 461 9900  
www.veritaskapital.com

Authorized & Regulated by NAICOM RIC -022

Statement of Profit or Loss and Other  
Comprehensive income for the period ended June 30, 2020

	Note	January- June 2020 Company N'000	January- June 2019 Company N'000	April- June 2020 Company N'000	April- June 2019 Company N'000
<b>Gross Premium written</b>					
Gross Premium Income	28	1,905,604	1,787,239	811,688	1,066,712
		<u>1,366,228</u>	<u>1,492,488</u>	<u>684,775</u>	<u>803,520</u>
Reinsurance Expenses	29	(417,893)	(522,785)	(197,899)	(450,885)
<b>Net premium income</b>		<u>948,335</u>	<u>969,702</u>	<u>486,876</u>	<u>352,634</u>
Fees and commission income	30	78,897	75,860	17,396	21,751
<b>Net underwriting income</b>		<u>1,027,232</u>	<u>1,045,562</u>	<u>504,272</u>	<u>374,385</u>
Insurance claims and benefits paid- Gross (including loss adjustment expenses)	31	(161,085)	(168,221)	(89,664)	(150,515)
Underwriting expenses	32	(261,822)	(283,861)	(145,537)	(141,223)
<b>Underwriting result</b>		<u>604,325</u>	<u>593,480</u>	<u>269,071</u>	<u>82,647</u>
Investment income	34	263,810	246,191	152,080	144,139
Fair value changes in financial assets-FVTPL	4a&b	(5,874)	-	3,394	-
Fair value changes in investment property	11	-	-	-	-
Other operating income	35	9,556	24,253	5,368	17,389
Impairment of financial assets	36.2	-	-	-	-
Management expenses	36.1	(740,397)	(701,398)	(351,792)	(334,152)
<b>(Profit)\loss before tax</b>		<u>131,422</u>	<u>162,527</u>	<u>78,121</u>	<u>(89,976)</u>
Income tax expense	34	(39,427)	(101,615)	(23,436)	23,806
<b>Profit\Loss for the year from continuing operations</b>		<u>91,995</u>	<u>60,912</u>	<u>54,685</u>	<u>(66,170)</u>

The accompany notes on pages 5 to 20 forms an integral part of these financial statements.

Statement of Changes in Equity  
for the period ended June 30, 2020  
Company-2020

	Share Capital	Share Premium	Asset revaluation reserve	Fair value reserve	Contingency Reserve	Retained Earnings	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at 1 January 2020	6,933,333	663,600	1,809,964	41,446	939,949	(2,440,338)	7,947,954
Impact of transition to IFRS 9							-
Adjusted opening earnings	<b>6,933,333</b>	<b>663,600</b>	<b>1,809,964</b>	<b>41,446</b>	<b>939,949</b>	<b>(2,440,338)</b>	<b>7,947,954</b>
Transferred from statement of Profit or loss for the <i>Other Comprehensive Income:</i>	-	-	-	-	-	91,995	91,995
Changes in fair value of AFS Investments	-	-	-	-	-	-	-
Total Comprehensive Income	<b>6,933,333</b>	<b>663,600</b>	<b>1,809,964</b>	<b>41,446</b>	<b>939,949</b>	<b>(2,348,343)</b>	<b>8,039,949</b>
Transfer to Contingency Reserve					57,168	(57,168)	-
Transactions with owners of equity							
Dividends to equity holders							
As at June 30 2020	<b>6,933,333</b>	<b>663,600</b>	<b>1,809,964</b>	<b>41,446</b>	<b>997,117</b>	<b>(2,405,511)</b>	<b>8,039,949</b>

	Share Capital	Share Premium	Asset revaluation reserve	Fair value reserve	Contingency Reserve	Retained Earnings	Total
	N'000	N'000	N'000	N'000	N'000	N'000	N'000
As at 1 January 2019	6,933,333	663,600	1,773,780	34,501	851,335	(2,475,146)	7,781,403
Impact of transition to IFRS 9							-
Adjusted opening earnings	<b>6,933,333</b>	<b>663,600</b>	<b>1,773,780</b>	<b>34,501</b>	<b>851,335</b>	<b>(2,475,146)</b>	<b>7,781,403</b>
Transferred from statement of Profit or loss for the <i>Other Comprehensive Income:</i>	-	-	-	-	-	60,912	60,912
Changes in fair value of AFS Investments	-	-	-	-	-	-	-
Total Comprehensive Income	<b>6,933,333</b>	<b>663,600</b>	<b>1,773,780</b>	<b>34,501</b>	<b>851,335</b>	<b>(2,414,234)</b>	<b>7,842,315</b>
Transfer to Contingency Reserve					53,617	(53,617)	-
Transactions with owners of equity							
Dividends to equity holders							
As at June 30 2019	<b>6,933,333</b>	<b>663,600</b>	<b>1,773,780</b>	<b>34,501</b>	<b>904,952</b>	<b>(2,467,851)</b>	<b>7,842,315</b>

The accompany notes on pages 5 to 20 forms an integral part of these financial statements.

STATEMENT OF CASH FLOWS FOR PERIOD ENDED 30 JUNE, 2020

		2020	2019
		Company	Parent
		N'000	N'000
<b>Cash flows from operating activities</b>			
Premium received	28	1,905,604	1,787,239
Commission received	30	78,897	75,860
Reinsurance receipts in respect of claims	31(a)	292,640	(35,757)
Other operating receipts	35	9,296	24,253
Cash paid to and on behalf of employees	36	(299,927)	(361,716)
Reinsurance premium paid	29	(596,454)	(430,081)
Insurance benefits and claims paid	31	(662,844)	(309,859)
Underwriting expenses	32	(367,944)	(292,937)
Cash paid to intermediaries and other suppliers		(397,046)	(212,373)
Company income tax paid	20	-	(53,239)
<b>Net cash used in/from operating activities</b>		<b>(37,779)</b>	<b>191,390</b>
Cash flow from Investing Activities		-	(1,787,442)
Purchase of property and equipment	14	(20,557)	(139,934)
Purchase of intangible assets	13b	-	-
Proceed from sale of property and equipment		225	(322)
Proceed from sales of equity investment			
Dividend income	34	2,527	4,593
Interest receivables	34	261,283	241,598
Purchase of held to maturity		(1,132,623)	
Redemption/repayment of HTM			
Purchase of investment property	11	-	(153,675)
<b>Net cash provided by investing activities</b>		<b>(889,145)</b>	<b>(1,835,183)</b>
Cash flow from Financing Activities			
Dividend paid		-	-
<b>Net cash provided by financing activities</b>		<b>-</b>	<b>-</b>
Net increase/(decrease) in cash and cash equivalent		(926,924)	(1,643,793)
Cash and cash equivalent at the beginning		3,659,345	3,981,106
Cumulative effect of transition to IFRS 9( ECL)			
Cash and cash equivalent at the end of the year		<b>2,732,421</b>	<b>2,337,313</b>

The accompany notes on pages 5 to 20 forms an integral part of these financial statements.