

MUTUAL BENEFITS ASSURANCE PLC

**UNAUDITED INTERIM FINANCIAL
STATEMENTS
AS AT
30TH JUNE, 2023**

MUTUAL BENEFITS ASSURANCE PLC
CORPORATE INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2023

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MUTUAL BENEFITS ASSURANCE PLC
FINANCIAL HIGHLIGHTS
FOR THE YEAR ENDED 30TH JUNE 2023

| in thousands of Nigerian Naira | GROUP | | | COMPANY | | |
|--|----------------------|----------------------|------|----------------------|----------------------|-----|
| | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | % | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | % |
| Gross premium written | 22,164,070 | 18,446,567 | 20 | 11,050,960 | 8,936,556 | 24 |
| Gross premium income | 17,991,941 | 15,637,289 | 15 | 8,689,186 | 7,431,631 | 17 |
| Net premium income | 16,036,086 | 13,746,830 | 17 | 7,179,580 | 5,970,666 | 20 |
| Net underwriting income | 16,455,595 | 14,184,116 | 16 | 7,531,422 | 6,313,369 | 19 |
| Underwriting profit | 4,638,648 | 5,307,944 | (13) | 2,247,818 | 2,330,114 | (4) |
| Profit/(loss) before income tax | 3,958,148 | 3,934,990 | 1 | 1,750,981 | 1,241,210 | 41 |
| Profit/(loss) for the year | 3,442,213 | 3,537,606 | (3) | 1,339,500 | 947,314 | 41 |
| Earnings per share: Basic and diluted | 17 | 17 | | 7 | 5 | |

STATEMENTS OF FINANCIAL POSITION

| in thousands of Nigerian Naira | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | % | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | % |
|---------------------------------|----------------------|-----------------------------|----|----------------------|-----------------------------|----|
| Total assets | 103,897,573 | 92,952,894 | 12 | 33,308,060 | 29,300,440 | 14 |
| Insurance contract liabilities | 30,667,834 | 26,094,699 | 18 | 13,519,251 | 11,008,862 | 23 |
| Investment contract liabilities | 32,696,510 | 33,505,502 | 2 | - | - | - |
| Shareholders' fund | 27,640,604 | 21,376,114 | 29 | 15,053,794 | 13,714,292 | 10 |

MUTUAL BENEFITS ASSURANCE PLC
CONSOLIDATED AND SEPARATE STATEMENT OF PROFIT OR LOSS

| In thousands of Nigerian Naira | Notes | GROUP | | | | COMPANY | | | |
|--|-------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | June 2023 ACTUAL QTR | June 2022 ACTUAL QTR | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | June 2023 ACTUAL QTR | June 2022 ACTUAL QTR | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| Gross premium written | 3.1 | 9,408,239 | 7,459,462 | 22,164,070 | 18,446,567 | 4,944,844 | 3,838,049 | 11,050,960 | 8,936,556 |
| Gross premium income | 3.1 | 10,973,500 | 6,978,017 | 17,991,941 | 15,637,289 | 4,545,237 | 4,026,758 | 8,689,186 | 7,431,631 |
| Premiums ceded to reinsurers | 3.2 | (1,056,947) | (1,002,774) | (1,955,855) | (1,890,459) | (963,516) | (785,356) | (1,509,606) | (1,460,965) |
| Net premium income | 3.3 | 9,916,553 | 5,975,243 | 16,036,086 | 13,746,830 | 3,581,721 | 3,241,402 | 7,179,580 | 5,970,666 |
| Fees and commission income | 4 | 122,458 | 117,124 | 419,509 | 437,286 | 102,354 | 52,836 | 351,842 | 342,703 |
| Net underwriting income | 10,039,011 | 6,092,367 | 16,455,595 | 14,184,116 | 3,684,075 | 3,294,238 | 7,531,422 | 6,313,369 | |
| Net benefits and claims | 5 | 5,120,628 | 1,269,976 | 6,509,696 | 4,777,018 | 1,586,530 | 1,423,442 | 2,511,134 | 2,230,979 |
| Changes in life fund | 32.1.2 | (3,735) | 380,742 | 262,164 | 380,742 | - | - | - | - |
| Changes in annuity reserve | 32.1.2 | (10,469) | (10,477) | (20,946) | (20,954) | - | - | - | - |
| Underwriting expenses | 6 | 2,594,891 | 1,624,165 | 5,066,033 | 3,739,366 | 1,594,472 | 800,670 | 2,772,470 | 1,752,276 |
| Net underwriting expenses | | 7,701,315 | 3,264,406 | 11,816,947 | 8,876,172 | 3,177,002 | 2,224,112 | 5,283,604 | 3,983,255 |
| Underwriting profit | | 2,337,696 | 2,827,961 | 4,638,648 | 5,307,944 | 507,073 | 1,070,126 | 2,247,818 | 2,330,114 |
| Profit/(loss) on investment contracts | 7 | 349,550 | 201,703 | 712,521 | 215,295 | - | - | - | - |
| Investment income | 8 | 845,682 | 703,091 | 1,730,884 | 1,122,400 | 412,322 | 269,875 | 832,415 | 536,875 |
| Net fair value gain/(loss) on assets at FVTPL | 9 | 104,885 | (133,633) | (106,735) | 89,669 | 45,894 | (50,446) | (32,137) | 29,362 |
| Other income | 10 | 35,826 | 33,731 | 55,615 | 123,577 | 9,741 | (425) | 19,511 | 10,340 |
| Impairment reversal/(loss) on financial assets | 11 | (505,738) | 26,220 | (519,572) | 21,540 | - | - | - | - |
| Employee benefit expenses | 12 | (573,538) | (598,580) | (1,098,888) | (1,075,174) | (258,018) | (301,153) | (526,838) | (536,562) |
| Management expenses | 13 | (715,984) | (1,106,817) | (1,588,131) | (2,048,486) | (374,461) | (730,552) | (806,398) | (1,220,662) |
| Net foreign exchange gains/(losses) | 14 | (3,658) | 62,870 | (26,571) | 119,689 | (4,579) | 63,047 | 16,610 | 112,042 |
| Operating profit/(loss) | | 1,874,721 | 2,016,555 | 3,797,771 | 3,876,454 | 337,972 | 320,472 | 1,750,981 | 1,261,509 |
| Finance costs | 15 | (25,924) | (20,068) | (54,217) | (52,348) | - | (3,822) | - | (20,299) |
| Finance income | 16 | 123,525 | 63,447 | 214,594 | 110,884 | - | - | - | - |
| Profit/(Loss) before income tax | | 1,972,322 | 2,069,934 | 3,958,148 | 3,934,980 | 337,972 | 316,650 | 1,750,981 | 1,241,210 |
| Income tax (expense)/credit | 17 | (194,005) | (172,037) | (515,935) | (397,384) | (79,424) | (98,247) | (411,481) | (293,896) |
| Profit/(Loss) for the year | | 1,778,317 | 1,887,897 | 3,442,213 | 3,537,606 | 258,548 | 218,403 | 1,339,500 | 947,314 |
| Profit/(Loss) attributable to: | | | | | | | | | |
| Owners of the parent | | 1,634,066 | 1,801,059 | 3,373,512 | 3,433,333 | 258,548 | 218,403 | 1,339,500 | 947,314 |
| Non-controlling interests | | 144,251 | 86,838 | 68,701 | 104,273 | - | - | - | - |
| Basic and diluted (kobo) | | 18 | 8 | 6 | 17 | 17 | 1 | 1 | 5 |

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.

MUTUAL BENEFITS ASSURANCE PLC
CONSOLIDATED AND SEPARATE STATEMENTS OF OTHER COMPREHENSIVE INCOME

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| Profit/(loss) for the year | | 3,442,213 | 3,537,606 | 1,339,500 | 947,314 |
| Other comprehensive income (net of tax): | | | | | |
| Items that may be reclassified to the profit or loss account in subsequent periods: | | | | | |
| Exchange differences on translation of foreign operations | | 3,465,288 | (78,523) | - | - |
| | | 3,465,288 | (78,523) | - | - |
| Total other comprehensive income for the year, net of tax | | 3,468,606 | (78,523) | - | - |
| | | 3,468,606 | (78,523) | - | - |
| Total comprehensive Income/(loss) for the year, net of tax | | 6,907,502 | 3,459,083 | 1,339,500 | 947,314 |
| Total comprehensive income/(loss) attributable to: | | | | | |
| Owners of the parent | | 6,264,491 | 3,539,533 | 1,339,500 | 947,314 |
| Non-controlling interests | 47 | 643,011 | (80,450) | - | - |
| | | 6,907,502 | 3,459,083 | 1,339,500 | 947,314 |

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.

MUTUAL BENEFITS ASSURANCE PLC
CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|-----------------------------|-------------------------|-----------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| ASSETS | | | | | |
| Cash and cash equivalents | 19 | 23,609,881 | 18,750,562 | 4,896,062 | 3,027,375 |
| Equity instruments at fair value through OCI | 20.1 | 124,045 | 417,911 | 82,338 | 82,338 |
| Financial assets at fair value through profit or loss | 20.2 | 2,995,414 | 3,152,044 | 1,364,455 | 1,447,716 |
| Financial assets at amortised cost | 20.3 | 55,710,822 | 51,268,931 | 11,909,015 | 10,850,341 |
| Financial assets held for trading pledged as collateral | 21 | 168,859 | 130,358 | 168,859 | 130,358 |
| Trade receivables | 22 | 2,221,633 | 839,744 | 942,322 | 494,409 |
| Reinsurance assets | 23 | 5,490,648 | 6,372,088 | 3,513,171 | 3,250,170 |
| Other receivables and prepayments | 24 | 1,436,832 | 785,057 | 344,782 | 322,617 |
| Deferred acquisition costs | 25 | 1,410,120 | 1,008,899 | 1,103,353 | 765,211 |
| Finance lease receivables | 26 | 10,540 | 9,788 | 10,540 | 9,788 |
| Investment properties | 27 | 4,924,546 | 5,320,000 | 75,000 | 75,000 |
| Investments in subsidiaries | 28 | - | - | 6,120,000 | 6,120,000 |
| Intangible assets | 29 | 486,926 | 383,299 | 128,428 | 113,654 |
| Property, plant and equipment | 30 | 4,199,264 | 3,437,944 | 2,188,414 | 2,150,142 |
| Statutory deposit | 31 | 500,000 | 500,000 | 300,000 | 300,000 |
| Deferred tax assets | 39.1 | 608,043 | 576,269 | 161,321 | 161,321 |
| Total assets | | 103,897,573 | 92,952,894 | 33,308,060 | 29,300,440 |
| LIABILITIES | | | | | |
| Insurance contract liabilities | 32 | 30,667,834 | 26,094,699 | 13,519,251 | 11,008,862 |
| Investment contract liabilities | 33 | 32,696,510 | 33,505,502 | - | - |
| Trade payables | 34 | 3,913,615 | 3,053,011 | 877,892 | 1,104,251 |
| Other liabilities | 35 | 2,591,143 | 3,045,626 | 1,780,293 | 1,764,028 |
| Deposit liabilities | 36 | 1,601,254 | 2,233,191 | - | - |
| Borrowings | 37 | 400,870 | 400,870 | 400,870 | 400,870 |
| Current income tax liabilities | 38 | 1,127,029 | 769,870 | 954,707 | 586,884 |
| Deferred tax liabilities | 39.2 | 1,584,196 | 1,442,504 | 721,253 | 721,253 |
| Total liabilities | | 74,582,451 | 70,545,273 | 18,254,266 | 15,586,148 |
| EQUITY | | | | | |
| Share capital | 40.2 | 10,030,811 | 10,030,811 | 10,030,811 | 10,030,811 |
| Share Premium | 43.3 | 276,486 | 276,486 | 276,486 | 276,486 |
| Treasury shares | 41 | (250) | (250) | (250) | (250) |
| Foreign currency translation reserve | 42 | 4,424,785 | 1,533,807 | - | - |
| Contingency reserve | 43 | 5,873,083 | 5,362,165 | 4,335,880 | 4,004,353 |
| Fair value reserve | 44 | (601,668) | (601,668) | (111,570) | (111,570) |
| Revaluation reserve | 45 | 1,536,428 | 1,536,428 | 1,355,693 | 1,355,693 |
| Retained Earnings/(accumulated losses) | 46 | 6,100,929 | 3,238,335 | (833,256) | (1,841,231) |
| Total shareholders' fund | | 27,640,604 | 21,376,114 | 15,053,794 | 13,714,292 |

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.

MUTUAL BENEFITS ASSURANCE PLC
CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION - Continued

| <i>in thousands of Nigerian Naira</i> | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|-----------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Total equity attributable to the: | | | | | |
| Owners of the parent | | 27,640,604 | 21,376,114 | 15,053,794 | 13,714,292 |
| Non-controlling interests in equity | 47 | 1,674,518 | 1,031,507 | - | - |
| Total equity | | 29,315,122 | 22,407,621 | 15,053,794 | 13,714,292 |
| Total liabilities and equity | | 103,897,573 | 92,952,894 | 33,308,060 | 29,300,440 |

The consolidated and separate financial statements and accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements were approved and authorised for issue by the Board of Directors on 28 July 2023 and were signed on its behalf by:

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

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

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

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.

MUTUAL BENEFITS ASSURANCE PLC
CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY

| Group | Attributable to equity holders of the Company | | | | | | | | Non - controlling interests | Total equity | |
|--|---|---------------|---------------|-----------------|--------------------|--------------------------------------|---------------------|--------------------|-----------------------------|--------------|------------|
| | | Share capital | Share premium | Treasury shares | Deposit for shares | Foreign currency translation reserve | Contingency reserve | Fair value reserve | Revaluation reserve | | |
| <i>in thousands of Nigerian Naira</i> | | | | | | | | | | | |
| As at 1 January 2022 | | 10,030,811 | 276,486 | (250) | - | 1,551,085 | 4,702,054 | (559,729) | 1,520,131 | 888,420 | 18,409,008 |
| Total comprehensive income for the year: | | | | | | | | | | | 1,466,869 |
| Profit for the year | | | | | | | | | | | 19,875,877 |
| Other comprehensive income | | | | | | | | | | | |
| Total comprehensive income for the year, net of tax | | | | | | | | | | | |
| Transactions with owners of equity | | | | | | | | | | | |
| Dividend paid | | | | | | | | | | | |
| Transfer to contingency reserve | 43 | | | | | | | | | | |
| Total transactions with owners of equity | | | | | | | | | | | |
| As at 31 December 2022 | | 10,030,811 | 276,486 | (250) | - | 1,533,807 | 5,362,165 | (601,668) | 1,536,428 | 3,238,335 | 21,376,114 |
| As at 1 January 2023 | | 10,030,811 | 276,486 | (250) | - | 1,533,807 | 5,362,165 | (601,668) | 1,536,428 | 3,238,335 | 21,376,114 |
| Total comprehensive income for the year: | | | | | | | | | | | 1,031,507 |
| Profit for the year | | | | | | | | | | | 22,407,621 |
| Other comprehensive income | | | | | | | | | | | |
| Total comprehensive income for the year, net of tax | | | | | | | | | | | |
| Transactions with owners of equity | | | | | | | | | | | |
| Transfer to contingency reserve | 43 | | | | | | | | | | |
| Total transactions with owners of equity | | | | | | | | | | | |
| As at 30 June 2023 | | 10,030,811 | 276,486 | (250) | - | 4,424,785 | 5,873,083 | (601,668) | 1,536,428 | 6,100,929 | 27,640,604 |
| | | | | | | | | | | | 1,674,518 |
| | | | | | | | | | | | 29,315,122 |

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.

MUTUAL BENEFITS ASSURANCE PLC
CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY

| Company | Notes | Share capital | Share premium | Treasury shares | Deposit for shares | Contingency reserve | Fair value reserve | Revaluation reserve | Retained earnings/ (Accumulated losses) | Total |
|--|-------------------|----------------|---------------|-----------------|--------------------|---------------------|--------------------|---------------------|--|------------------|
| <i>in thousands of Nigerian Naira</i> | | | | | | | | | | |
| As at 1 January 2022 | 10,030,811 | 276,486 | (250) | - | 3,531,871 | (114,887) | 1,339,395 | (2,561,147) | 12,502,279 | |
| Total comprehensive income for the year: | | | | | | | | | | |
| Profit for the year | - | - | - | - | - | - | 3,317 | 16,298 | 1,192,399 | |
| Other comprehensive income | - | - | - | - | - | 3,317 | 16,298 | - | 19,615 | |
| Total comprehensive income for the year, net of tax | - | - | - | - | - | - | - | - | 1,192,399 | 1,212,014 |
| <i>Transactions with owners of equity</i> | | | | | | | | | | |
| Transfer to contingency reserve | - | - | - | - | 472,482 | - | - | - | (472,482) | |
| Total transactions with owners of equity | - | - | - | - | 472,482 | - | - | - | (472,482) | |
| As at 31 December 2022 | 10,030,811 | 276,486 | (250) | - | 4,004,353 | (111,570) | 1,355,693 | (1,841,231) | 13,714,292 | |
| As at 1 January 2023 | 10,030,811 | 276,486 | (250) | - | 4,004,353 | (111,570) | 1,355,693 | (1,841,231) | 13,714,292 | |
| Total comprehensive income for the year: | | | | | | | | | | |
| Profit for the year | - | - | - | - | - | - | - | - | 1,339,500 | |
| Total comprehensive income for the year, net of tax | - | - | - | - | - | - | - | - | 1,339,500 | |
| <i>Transactions with owners of equity</i> | | | | | | | | | | |
| Transfer to contingency reserve | - | - | - | - | 331,527 | - | - | - | (331,527) | |
| Total transactions with owners of equity | - | - | - | - | 331,527 | - | - | - | (331,527) | |
| As at 30 June 2023 | 10,030,811 | 276,486 | (250) | - | 4,335,880 | (111,570) | 1,355,693 | (833,256) | 15,053,794 | |

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.

MUTUAL BENEFITS ASSURANCE PLC
CONSOLIDATED AND SEPARATE STATEMENT OF CASH FLOWS

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-----------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| Cash flows from operating activities | | | | | |
| Cash received from insurance contract policy holders | | 19,875,886 | 17,460,456 | 10,230,427 | 8,304,134 |
| Cash received from investment contract policy holders | 33 | 6,661,340 | 7,148,968 | - | - |
| Cash withdrawal by investment contract policy holders | 33 | (8,633,880) | (7,157,732) | - | - |
| Commission received | | 592,189 | 513,723 | 530,013 | 425,683 |
| Reinsurance paid | | (2,213,266) | (1,601,702) | (2,516,049) | (1,780,833) |
| Claims paid | 5 | (7,289,681) | (6,265,432) | (2,964,386) | (3,001,112) |
| Claims recovered from reinsurers | 23.2 | 2,099,510 | 1,361,030 | 1,230,153 | 847,620 |
| Commission paid | | (2,332,856) | (2,052,574) | (1,649,049) | (1,377,711) |
| Payments to employees | 12 | (1,098,888) | (1,075,174) | (526,838) | (536,562) |
| Maintenance expenses | 6 | (2,792,674) | (1,743,228) | (1,377,665) | (564,438) |
| Other cash received | | 561,703 | 510,943 | 19,511 | 10,340 |
| Cash paid to brokers, suppliers and other providers of services | | (2,733,565) | (4,460,632) | (1,376,893) | (876,073) |
| Income tax paid | 38 | (37,403) | (173,297) | (43,658) | (63,679) |
| Net cash flows from operating activities | 48 | 2,658,415 | 2,465,349 | 1,555,566 | 1,387,369 |
| Investing activities: | | | | | |
| Purchase of intangible assets | 29 | (24,510) | (61,469) | (14,835) | (22,074) |
| Purchase of property, plants and equipments | 30 | (129,094) | (128,214) | (96,082) | (83,728) |
| Investment income received | | 4,035,021 | 1,456,018 | 797,345 | 87,921 |
| Receipts on finance lease receivables | 26.1 | 16,149 | 1,800 | 16,149 | 1,800 |
| Loans and receivables granted | 21.3.1.1 | (2,804,678) | | (15,866) | |
| Receipts on loans and receivables | 21.3.1.1 | 1,786,552 | | 25,207 | |
| Purchase of treasury bill | 21.3.2.1 | (92,642) | (100,492) | (1,995) | (100,493) |
| Purchase of commercial paper | 20.3 | (614,183) | (281,419) | (614,183) | (185,918) |
| Redemption of treasury bills | 21.3.2.1 | (562,602) | 106,303 | 29,122 | 106,303 |
| Redemption of quoted bonds | 21.2.1.1 | 98,052 | 141,807 | 47,693 | 47,630 |
| Redemption of commercial paper | 21.3.3.1 | 123,956 | - | 123,956 | - |
| Proceeds from sale of investment properties | | 395,454 | 450,000 | | |
| Net cash flows from/(used in) investing activities | | 2,227,475 | 1,584,334 | 296,511 | (148,558) |
| Financing activities | | | | | |
| Repayments of borrowings | | - | (1,845,000) | - | (1,845,000) |
| Net cash flows used in financing activities | | - | (1,845,000) | - | (1,845,000) |
| Net increase/(decrease) in cash and cash equivalents | | 4,885,890 | 2,204,684 | 1,852,077 | (606,189) |
| Effects of exchange rate changes on cash and cash equivalents | | (26,571) | (112,760) | 16,610 | (112,760) |
| Cash and cash equivalents as at 1 January | | 18,750,562 | 14,164,437 | 3,027,375 | 2,716,366 |
| Cash and cash equivalents as at 31 December | 19 | 23,609,881 | 16,256,361 | 4,896,062 | 1,997,417 |

The accompanying summary of significant accounting policies and notes to the consolidated and separate financial statements are an integral part of these consolidated and separate financial statements.

| 3 Other professional income | | Group | | Company | |
|--|-------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | Name | JUNE 2022 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| 3.1 Other professional services | | | | | |
| 3.1.1 Audit services | 13,420,184 | 11,020,045 | 11,020,045 | 8,326,956 | 8,326,956 |
| 3.1.2 Legal services | 2,124,020 | 3,481,022 | - | 830,126 | 830,126 |
| 3.1.3 Consulting services | 2,016,341 | 1,016,000 | - | 1,016,000 | - |
| 3.1.4 Other professional services | 2,181,341 | 2,181,341 | 2,181,341 | (154,325) | (154,325) |
| 3.1.5 Total other professional services | 17,735,846 | 17,617,367 | 17,617,367 | 8,326,956 | 8,326,956 |
| 3.2 Premiums due to reinsurance | | | | | |
| Other premiums - Net life | 2,412,936 | 1,842,934 | 2,412,934 | 1,811,107 | 1,811,107 |
| Other premiums - Non-life | 3,012,020 | 1,696,101 | 3,012,020 | (29,142) | (29,142) |
| Other premiums - Reinsurance | 1,016,421 | 670,131 | 1,016,421 | 670,131 | 670,131 |
| 3.3 Management fees | 21,3 | 5,832,956 | 3,832,956 | 2,650,000 | 2,650,000 |
| 4 Rent and consumable inventories | | | | | |
| Rent on buildings and fixtures | 4,112,869 | 4,227,351 | 4,227,351 | 3,142,121 | 3,142,121 |
| Rent on vehicles and equipment | 4,112,869 | 4,227,351 | 4,227,351 | 3,142,121 | 3,142,121 |
| 5 Merchandise and stores | 21,4 | 1,700,000 | 6,961,12 | 2,901,306 | 3,901,112 |
| Change in inventory items | 21,4 | 1,700,000 | 6,961,12 | 2,901,306 | 3,901,112 |
| Change in stores | 21,4 | (2,616,488) | (1,816,341) | (1,286,021) | (847,325) |
| 5.1 Merchandise and stores | 21,4 | 4,583,512 | 4,272,013 | 2,650,000 | 2,650,000 |
| 6 Advertising expenses | | | | | |
| Advertising of defined contributions | 21,5 | 2,212,520 | 1,961,38 | 1,391,915 | 1,637,338 |
| Marketing | 4,1 | 5,832,956 | 3,832,956 | 2,650,000 | 2,650,000 |
| 6.1 Advertising expenses | 21,6 | 8,045,476 | 5,794,334 | 4,041,915 | 4,332,338 |
| 7 Profit/(loss) on investments in entities | | | | | |
| Interest income | 2,016,187 | 1,549,142 | - | - | - |
| Interest income from investments | 3,216,125 | 2,610,175 | - | - | - |
| Interest income from receivables | (1,016,250) | (971,775) | - | - | - |
| Interest income from dividends | 1,016,250 | 870,131 | - | - | - |
| Interest income from other investments | 1,016,250 | 870,131 | - | - | - |
| 7.1 Total profit/(loss) on investments in entities | 1,016,250 | 1,549,142 | 1,549,142 | 870,131 | 870,131 |
| 8 Investments in associates | | | | | |
| Interest income and dividends | 1,246 | 3,039 | 614 | 3,119 | 3,119 |
| Interest income from investments | 51,889 | 20,910 | 12,410 | 49,154 | 49,154 |
| Interest income from commercial paper | 1,016,250 | 93,71 | 27,918 | 5,428 | 5,428 |
| Interest income from receivables | 1,016,250 | 971,775 | - | - | - |
| Interest income from dividends | 1,016,250 | 870,131 | - | - | - |
| Interest income from other investments | 1,016,250 | 870,131 | - | - | - |
| Interest income from treasury bills | 1,016,250 | 76,12 | 5,256 | 7,112 | 7,112 |
| Interest income from other investments | 1,016,250 | 76,12 | 5,256 | 7,112 | 7,112 |
| 8.1 Total profit/(loss) on investments in associates | 1,016,250 | 1,549,142 | 1,549,142 | 870,131 | 870,131 |
| 9 Other gains/(losses) on assets or liabilities | | | | | |
| Profit on disposal of property, plant and equipment | 10,040 | 1,016,000 | 1,016,000 | - | - |
| Profit on sale of investment in associates | 1,016,000 | 1,016,000 | 1,016,000 | - | - |
| Profit on sale of investment in associates | 1,016,000 | 1,016,000 | 1,016,000 | - | - |
| Profit on sale of investment in associates | 1,016,000 | 1,016,000 | 1,016,000 | - | - |
| 9.1 Total other gains/(losses) on assets or liabilities | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 |
| 10 Other income | | | | | |
| Profit on sale of property, plant and equipment | 10,040 | 581 | - | - | - |
| Profit on sale of investment in associates | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 |
| Profit on sale of investment in associates | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 |
| Profit on sale of investment in associates | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 |
| 10.1 Total other income | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 | 1,016,000 |
| 11 Investment in real estate and financial assets | | | | | |
| Interest income on investment real estate | 21,3 | 51,912 | (27,041) | - | 0 |
| 11.1 Total investment in real estate and financial assets | 21,3 | 51,912 | (27,041) | 0 | 0 |

* All figures are in thousands of Canadian dollars (unless otherwise indicated).

| 3.1 Real estate management fees | | Group | | Company | |
|--|-------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | Name | JUNE 2022 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| 3.1.1 Real estate management fees | | | | | |
| Real estate management fees | 21,2 | 27,040 | 10,151 | 27,040 | 10,151 |
| Real estate management fees | 21,2 | 27,040 | 10,151 | 27,040 | 10,151 |
| Real estate management fees | 21,2 | 27,040 | 10,151 | 27,040 | 10,151 |
| 3.1.2 Total real estate management fees | 21,3 | 51,912 | 30,302 | 51,912 | 30,302 |
| 3.1.3 Total real estate management fees | | | | | |
| 3.1.4 Total real estate management fees | 21,3 | 51,912 | 30,302 | 51,912 | 30,302 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|-------------------------------------|-------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| 12 Employee benefit expenses | | | | | |
| Wages and salaries | | 1,062,599 | 1,039,111 | 504,423 | 514,133 |
| Defined contribution pension costs | 12.1 | 36,289 | 36,063 | 22,415 | 22,429 |
| | | 1,098,888 | 1,075,174 | 526,838 | 536,562 |

12.1 In line with the provisions of the Pension Reform Act 2014, the Company instituted a contributory pension scheme for all its employees. Its employees each contributes 8% of employees' annual insurable earnings (basic pay, transport and housing allowance), while the employer contributes 10% to the scheme. Staff contributions to the scheme are funded through payroll deductions while the entity's contribution is charged each year to the statement of profit or loss as staff cost.

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| 13 Management expenses | | | | | |
| Amortisation of intangible assets | 29 | 9,839 | 22,094 | 61 | 9,468 |
| Auditors' remunerations | 13.1 | 24,927 | 20,770 | 9,000 | 9,000 |
| Bank charges | | 37,379 | 67,465 | 14,529 | 35,944 |
| Business entertainments | | 47,157 | 89,196 | 30,489 | 75,161 |
| Conference and seminar expenses | | 15,314 | 93,429 | 15,314 | 93,429 |
| Depreciation of property, plant and equipment | 30 | 127,218 | 179,004 | 57,710 | 72,572 |
| Directors fee and allowances | | 191,230 | 134,430 | 93,397 | 93,449 |
| Donations | | 36,531 | 9,202 | 775 | 947 |
| Insurance | | 25,005 | 12,058 | 20,534 | 10,997 |
| Insurance supervisory fee | | 261,362 | 223,277 | 110,510 | 78,789 |
| Legal and consultancy fees | | 105,094 | 212,263 | 48,881 | 100,459 |
| Medical expenses | | 37,722 | 34,329 | 16,552 | 18,553 |
| Motor vehicle running expenses | | 77,353 | 92,904 | 67,211 | 48,418 |
| Newspapers and periodicals | | 214 | 217 | 83 | 85 |
| Other expenses | | 57,665 | 61,027 | 12,299 | 29,713 |
| Printing and stationery | | 74,033 | 59,904 | 20,788 | 18,056 |
| Public relations and advertising | | 72,715 | 207,600 | 51,422 | 189,466 |
| Rents and Rates* | | 50,281 | 71,452 | 14,345 | 26,448 |
| Repairs and maintenance | | 78,494 | 236,467 | 22,003 | 171,462 |
| Security expenses | | 27,762 | 15,857 | 6,746 | 7,571 |
| Subscriptions | | 69,175 | 28,460 | 13,359 | 15,655 |
| Telecommunication expenses | | 25,243 | 59,029 | 14,510 | 26,930 |
| Training and recruitment | | 42,990 | 39,162 | 29,364 | 27,346 |
| Transport and travelling | | 58,244 | 50,120 | 110,170 | 37,848 |
| Utilities | | 35,158 | 28,770 | 26,346 | 22,896 |
| | | 1,588,131 | 2,048,486 | 806,398 | 1,220,662 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

*Rent and Rates includes payment for rent and service charge on facilities for a period not more than 1 year.

13.1 Auditors' remunerations

The external auditor did not perform any non-audit services for the period ended 30 June 2023.

14 Net foreign exchange (loss)/gain

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| Net foreign exchange gain on foreign bank balances | | (26,571) | 6,929 | 16,610 | (718) |
| Net foreign exchange gain on foreign loan | 37.1 | - | 112,760 | - | 112,760 |
| | | (26,571) | 119,689 | 16,610 | 112,042 |
| | | - | - | - | - |

15 Finance costs

Interest expense calculated using the effective interest method:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---------------------------------|-------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| Interest on loans and overdraft | 37.1 | - | 20,299 | - | 20,299 |
| Interest charge on deposits | | 54,065 | 31,936 | - | - |
| Other charges | | 152 | 113 | - | - |
| | | 54,217 | 52,348 | - | 20,299 |
| | | - | - | - | - |

16 Finance income

Interest income calculated using the effective interest method:

| | | | | |
|-----------------------------------|----------------|----------------|----------|----------|
| Interest income on Micro loans | 213,307 | 109,882 | - | - |
| Interest income on overdraft | 17 | 18 | - | - |
| Interest income on treasury bills | 1,270 | 984 | - | - |
| | 214,594 | 110,884 | - | - |
| | - | - | - | - |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

17 Income tax expense/(credit)

17.1 Current income tax charge

| | | | | |
|---|----------------|----------------|----------------|----------------|
| Company income tax | 427,732 | 345,622 | 350,196 | 281,484 |
| Education tax | 43,775 | - | 43,775 | - |
| Information technology tax | 36,480 | 51,762 | 17,510 | 12,412 |
| Minimum tax | 7,948 | - | - | - |
| Total current income tax expense | 515,935 | 397,384 | 411,481 | 293,896 |

17.2 Deferred tax

Relating to origination and reversal of temporary differences

| | | | | |
|-----------------------------------|------|----------|---|---|
| Deferred tax liability | 39.2 | 31,774 | - | - |
| Deferred tax asset | 39.1 | (31,774) | - | - |
| Total deferred tax expense | | - | - | - |

Total income tax expense / (credit)

17.2 Reconciliation of income tax charge

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| Profit/(loss) before income tax | | 3,958,148 | 3,934,990 | 1,750,981 | 1,241,210 |
| Tax at Nigerian's statutory income tax rate of 30% (2021: 30%) | | 1,187,444 | 1,180,497 | 525,294 | 372,363 |
| Effect of: | | | | | |
| Tax exempt income/expenses | | (759,713) | (834,875) | (175,098) | (90,879) |
| Information technology tax | | 36,480 | 51,762 | 17,510 | 12,412 |
| Education tax | | 43,775 | - | 43,775 | - |
| | | 515,935 | 397,384 | 411,481 | 293,896 |
| Effective Tax Rate | | 13% | 10% | 24% | 24% |

The Company was assessed based on minimum tax. In line with Section 16, of Companies Income Tax Act 2004 (as amended by the Finance Act, 2020)

18 Earnings/(loss) per share

18.1 Earnings/(loss) per share - Basic

Basic Earnings/(loss) per share is calculated by dividing the profit/(loss) for the year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the year, excluding ordinary shares purchased by the Company and held as treasury shares.

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|-------------------------|-------------------------|-------------------------|
| | | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | JUNE 2022 ACTUAL YTD |
| Profit/(Loss) attributable to equity holders | | 3,373,512 | 3,433,333 | 1,339,500 | 947,314 |
| Weighted average number of ordinary shares for basic earnings per share | 18.2 | 20,061,122 | 20,061,122 | 20,061,122 | 20,061,122 |
| Basic earnings/(loss) per ordinary share (kobo) | | 17 | 17 | 7 | 5 |

18.2 Weighted average number of ordinary shares - basic

| | | | | |
|---|------------|------------|------------|------------|
| Issued ordinary shares at 1 January | 20,061,622 | 20,061,622 | 20,061,622 | 20,061,622 |
| Effect of treasury shares held at 1 January | (500) | (500) | (500) | (500) |
| Issued during the year | - | - | - | - |

As at 30 June

20,061,122

Weighted average number of ordinary shares for basic earnings per share in line with IAS 33

20,061,122

20,061,122

20,061,122

18.3 Earnings/(Loss) per share- Diluted

The calculation of diluted earnings/loss per share has been based on the profit/loss attributable to ordinary shareholders and the weighted-average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares.

The Company has no potential dilutive ordinary shares during the year (2022: Nil). Hence, the weighted average number of ordinary shares for basic and dilutive is the same so also the Dilutive and Basic earnings/loss per share.

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

19 Cash and cash equivalents

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|-------|-------------------------|-----------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Cash on hand | | 36,436 | 3,745 | 15,107 | 1,338 |
| Cash in banks | 19.1 | 5,059,243 | 4,312,222 | 85,927 | 974,163 |
| Short-term deposits | 19.1 | 18,671,221 | 14,591,614 | 4,822,050 | 2,078,896 |
| | | 23,766,900 | 18,907,581 | 4,923,084 | 3,054,397 |
| Expected credit loss allowance | | (157,019) | (157,019) | (27,022) | (27,022) |
| | | 23,609,881 | 18,750,562 | 4,896,062 | 3,027,375 |

19.1 Cash and cash equivalents

Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the Group. All short-term deposits are subject to an average variable interest rate of 8% per annum (2022: 6%).

For the purpose of the statement of cash flows, the cash and cash equivalents consist of cash and short-term deposits, as defined above and are subject to insignificant change in fair value, and used by the Group to manage its short term cash commitments.

20 Financial assets

The Group's financial assets are summarized below by measurement category:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|-----------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Equity instruments at fair value through OCI | 20.1 | 124,045 | 417,911 | 82,338 | 82,338 |
| Financial assets at fair value through profit or loss | 20.2 | 2,995,414 | 3,152,044 | 1,364,455 | 1,447,716 |
| Financial assets at amortised cost | 20.3 | 55,710,822 | 51,268,931 | 11,909,015 | 10,850,341 |
| | | 58,830,281 | 54,838,886 | 13,355,808 | 12,380,395 |
| Current | | 46,594,672 | 41,066,359 | 11,899,051 | 10,824,377 |
| Non-current | | 12,235,609 | 13,772,527 | 1,456,757 | 1,556,018 |
| | | 58,830,281 | 54,838,886 | 13,355,808 | 12,380,395 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued
FOR THE YEAR ENDED 31 DECEMBER 2021

20.1 Equity Instruments at fair value through OCI

Group

| <i>in thousands of Nigerian Naira</i> | Balance as at 1 January 2023 | Additions during the year | Disposals during the year | Fair value Movement | Balance as at 30 June 2023 |
|---------------------------------------|------------------------------|---------------------------|---------------------------|---------------------|----------------------------|
| The Infrastructure Bank Plc. | 293,867 | - | - | (293,867) | 0 |
| Avanage | 41,706 | - | - | - | 41,706 |
| WAICA Reinsurance Corporation Plc | 82,338 | - | - | - | 82,338 |
| | 417,911 | - | - | (293,867) | 124,045 |

| <i>in thousands of Nigerian Naira</i> | Balance as at 1 January 2022 | Additions during the year | Disposals during the year | Fair value Movement | Balance as at 31 December 2022 |
|---------------------------------------|------------------------------|---------------------------|---------------------------|---------------------|--------------------------------|
| The Infrastructure Bank Plc. | 293,866 | - | - | - | 293,867 |
| Leasing Company of Liberia | 67,436 | - | - | (67,436) | - |
| Avanage | 19,526 | - | - | 22,180 | 41,706 |
| WAICA Reinsurance Corporation Plc | 79,021 | - | - | 3,317 | 82,338 |
| | 459,850 | - | - | (41,939) | 417,911 |

Company

| <i>in thousands of Nigerian Naira</i> | Balance as at 1 January 2023 | Additions during the year | Disposals during the year | Fair value Movement | Balance as at 30 June 2023 |
|---------------------------------------|------------------------------|---------------------------|---------------------------|---------------------|--------------------------------|
| WAICA Reinsurance Corporation Plc | 82,338 | - | - | - | 82,338 |
| | 82,338 | - | - | - | 82,338 |
| <i>in thousands of Nigerian Naira</i> | Balance as at 1 January 2022 | Additions during the year | Disposals during the year | Fair value Movement | Balance as at 31 December 2022 |
| WAICA Reinsurance Corporation Plc | 79,021 | - | - | 3,317 | 82,338 |
| | 79,021 | - | - | 3,317 | 82,338 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

20.2 Financial assets at fair value through profit or loss

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|--------------------------------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Quoted Bonds | 21.2.1 | 2,873,113 | 3,056,908 | 1,242,154 |
| Quoted Shares | 21.2.2 | 122,301 | 95,136 | 122,301 |
| | | 2,995,414 | 3,152,044 | 1,364,455 |
| | | | | 1,447,716 |

21.2.1 Quoted Bonds

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|-------------------------------------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Federal Government of Nigeria Bonds | | 2,873,113 | 3,056,908 | 1,242,154 |
| | | 2,873,113 | 3,056,908 | 1,242,154 |
| Current | | - | - | - |
| Non-current | | 2,873,113 | 3,056,908 | 1,242,154 |
| | | 2,873,113 | 3,056,908 | 1,242,154 |
| | | | | 1,352,580 |

The breakdown of the Group's bonds at the reporting date are analysed below:

| Bond | Coupon Rate | Settlement Date | Maturity Date | Face Value N'000 | Fair Value N'000 |
|-------------------------------|-------------|-----------------|---------------|---------------------|---------------------|
| Federal Government of Nigeria | 12.15% | 16/10/2019 | 18/07/2034 | 1,720,000 | 1,630,959 |
| Federal Government of Nigeria | 12.40% | 16/10/2019 | 18/03/2036 | 1,395,000 | 1,242,154 |
| | | | | 3,115,000 | 2,873,113 |

21.2.1.1 The movement in Quoted Bonds

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|---|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| At 1 January | | 3,056,908 | 3,142,897 | 1,352,580 |
| Accrued interest income | | 86,658 | 144,325 | 35,070 |
| Redemption at maturity or disposal | | (98,052) | (135,501) | (47,693) |
| Fair value adjustments through profit or loss | 9 | (172,401) | (94,814) | (97,803) |
| At period end | | 2,873,113 | 3,056,908 | 1,242,154 |
| | | | | 1,352,580 |

21.2.2 Quoted Equity Shares

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|------------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Quoted shares | | 122,301 | 95,136 | 122,301 | 95,136 |
| | | | | | |
| <i>Movement in listed entities</i> | | | | | |
| At 1 January | | 95,136 | 96,756 | 95,136 | 96,756 |
| Fair value gains/ (losses) | 9 | 27,165 | (1,620) | 27,165 | (1,620) |
| At period end | | 122,301 | 95,136 | 122,301 | 95,136 |
| | | | | | |
| Current | | - | - | - | - |
| Non-current | | 122,301 | 95,136 | 122,301 | 95,136 |
| | | 122,301 | 95,136 | 122,301 | 95,136 |

MUTUAL BENEFITS ASSURANCE PLC

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

21.2.2.1 Analysis of investments in listed entities

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|----------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Africa Prudential Registrars Plc | | 507 | 516 | 507 | 516 |
| Access Bank of Nigeria Plc | | 20,715 | 14,652 | 20,715 | 14,652 |
| Cadbury Plc | | 2,441 | 1,632 | 2,441 | 1,632 |
| Ecobank Transnational Inc | | 215 | 195 | 215 | 195 |
| First Bank Holdings Plc | | 30,097 | 23,095 | 30,097 | 23,095 |
| First City Monument Bank Plc | | 636 | 490 | 636 | 490 |
| Guaranty Trust Bank Plc | | 6,640 | 5,414 | 6,640 | 5,414 |
| Sterling Bank Plc | | 15,473 | 10,567 | 15,473 | 10,567 |
| United Bank for Africa Plc | | 28,083 | 22,268 | 28,083 | 22,268 |
| UBA Capital Plc | | 4,573 | 4,779 | 4,573 | 4,779 |
| Unity Bank Plc | | 28 | 29 | 28 | 29 |
| Universal Insurance Company Plc | | 1,000 | 1,000 | 1,000 | 1,000 |
| Wema Bank Plc | | 400 | 360 | 400 | 360 |
| Lafarge WAPCO Plc | | 4,234 | 3,906 | 4,234 | 3,906 |
| Coronation Insurance Plc | | 9 | 8 | 9 | 8 |
| Zenith International Bank Plc | | 7,250 | 6,225 | 7,250 | 6,225 |
| | | 122,301 | 95,136 | 122,301 | 95,136 |

20.3 Financial assets at amortised cost

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|--------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Loans and receivables | 21.3.1 | 16,984,118 | 14,936,414 | 97,637 | 106,452 |
| Treasury bills | 21.3.2 | 35,566,906 | 33,730,307 | 11,194,249 | 10,643,885 |
| Commercial Papers | 21.3.3 | 617,129 | 100,004 | 617,129 | 100,004 |
| FGN Bond | 21.3.4 | 2,542,669 | 2,502,206 | - | - |
| | | 55,710,822 | 51,268,931 | 11,909,015 | 10,850,341 |

21.3.1 Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market other than those that the Group intends to sell in the short term or that it has designated as at fair value through profit or loss or available for sale. Details of balances of loans and receivables at the year end are as presented below:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|----------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Term loans | 21.3.1.2 | 17,127,224 | 15,089,095 | 32,050 | 35,477 |
| Overdrafts | | 4,670 | 2,368 | - | - |
| Staff loans | | 139,664 | 132,391 | 66,382 | 71,770 |
| Gross loans and advances | | 17,271,558 | 15,223,854 | 98,432 | 107,247 |
| Expected credit loss allowance | 21.3.1.3 | (287,440) | (287,440) | (795) | (795) |
| | | 16,984,118 | 14,936,414 | 97,637 | 106,452 |
| | | - | - | - | - |

MUTUAL BENEFITS ASSURANCE PLC

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

| | | | | |
|-------------|-------------------|-------------------|---------------|----------------|
| Current | 7,867,968 | 4,733,842 | 87,673 | 80,488 |
| Non-current | 9,116,150 | 10,202,572 | 9,964 | 25,964 |
| | 16,984,118 | 14,936,414 | 97,637 | 106,452 |

21.3.1.1 The movement in loans and receivables:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance as at 1 January | | 15,223,854 | 14,889,277 | 107,247 | 163,828 |
| Additions during the year | | 2,804,678 | 6,203,927 | 15,866 | 33,439 |
| Interest on loan | | 1,029,578 | 2,406,281 | 526 | 3,409 |
| (Amounts written off) | | - | (13,835) | - | - |
| Payments received | | (1,786,552) | (8,261,796) | (25,207) | (93,429) |
| At period end | | 17,271,558 | 15,223,854 | 98,432 | 107,247 |

21.3.1.2 Term loans

The Company granted loans to staff, related companies and third parties for income generation, the break down of loans and receivables granted are as stated below:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Prime Exploration and Production Limited | | 13,176,690 | 12,257,386 | - | - |
| Staff mortgage loan | | 23,415 | 26,842 | 23,415 | 26,842 |
| Other loans to corporates and individuals | | 3,927,119 | 2,804,867 | 8,635 | 8,635 |
| Gross term loans | | 17,127,224 | 15,089,095 | 32,050 | 35,477 |

21.3.1.3 Impairment on loans and receivables

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance as at 1 January | | 287,440 | 390,802 | 795 | 732 |
| Expected credit loss (reversal) / charge | 11 | - | (103,362) | - | 63 |
| Balance as at period end | | 287,440 | 287,440 | 795 | 795 |

21.3.2 Treasury bills

| in thousands of Nigerian Naira | | GROUP | | COMPANY | |
|--|--|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Federal Government of Nigeria Treasury Bills | | 35,642,058 | 33,805,459 | 11,219,577 | 10,669,213 |
| 21.3.2.1 | | 35,642,058 | 33,805,459 | 11,219,577 | 10,669,213 |
| Expected credit loss (ECL) allowance | | (75,152) | (75,152) | (25,328) | (25,328) |
| | | 35,566,906 | 33,730,307 | 11,194,249 | 10,643,885 |
| Current | | 35,566,906 | 33,730,307 | 11,194,249 | 10,643,885 |
| Non-current | | - | - | - | - |
| | | 35,566,906 | 33,730,307 | 11,194,249 | 10,643,885 |

21.3.2.1 The movement in treasury bills

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance as at 1 January | | 33,805,459 | 33,220,961 | 10,669,213 | 11,035,555 |
| Additions during the year | | 92,642 | 55,705,100 | 1,995 | 16,867,529 |
| Accrued interest income | | 1,181,355 | 523,090 | 577,490 | 146,658 |
| Redemption at maturity | | 562,602 | (55,643,692) | (29,122) | (17,380,529) |
| Balance as at period end | | 35,642,058 | 33,805,459 | 11,219,577 | 10,669,213 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

21.3.3 Commercial papers

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|--|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| MTN Nigeria Communication Plc. | 95,402 | 28,068 | 95,402 | 28,068 |
| FSDH Merchant Bank | 191,170 | 49,544 | 191,170 | 49,544 |
| African Nonferrous Industries Limited | 23,363 | 22,441 | 23,363 | 22,441 |
| Sterling Bank Plc - 267 Day CB | 47,198 | - | 47,198 | - |
| Greenwich Merchant Bank - Commercial Paper | 94,354 | - | 94,354 | - |
| Dangote Cement Commercial Paper | 47,504 | - | 47,504 | - |
| Rand Merchant Bank Nigeria | 23,193 | - | 23,193 | - |
| CARDINALSTONE PARTNERS LIMITED | 47,169 | - | 47,169 | - |
| Nosak Distilleries Ltd | 47,825 | - | 47,825 | - |
| | 617,178 | 100,053 | 617,178 | 100,053 |
| Expected credit loss (ECL) allowance | (49) | (49) | (49) | (49) |
| | 617,129 | 100,004 | 617,129 | 100,004 |
| Current | 617,129 | 100,004 | 617,129 | 100,004 |
| Non-current | - | - | - | - |
| | 617,129 | 100,004 | 617,129 | 100,004 |

21.3.3.1 The movement in commercial paper

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance as at 1 January | | 100,053 | - | 100,053 | - |
| Additions during the year | | 614,183 | 284,684 | 614,183 | 284,684 |
| Accrued interest income | | 26,898 | 15,369 | 26,898 | 15,369 |
| Redemption at maturity | | (123,956) | (200,000) | (123,956) | (200,000) |
| Balance as at period end | | 617,178 | 100,053 | 617,178 | 100,053 |

21.3.4 Bond

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Federal Government of Nigeria Bond | | 2,542,669 | 2,504,578 | - | - |
| | | 2,542,669 | 2,504,578 | - | - |
| Expected credit loss (ECL) allowance | | (2,372) | (2,372) | - | - |
| | | 2,540,297 | 2,502,206 | - | - |
| Current | | 2,540,297 | 2,502,206 | - | - |
| Non-current | | - | - | - | - |
| | | 2,540,297 | 2,502,206 | - | - |

21.3.4.1 The movement in bond

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance as at 1 January | | 2,504,578 | - | - | - |
| Additions during the year | | - | 2,500,000 | - | - |
| Accrued interest income | | 38,091 | 4,578 | - | - |
| Balance as at period end | | 2,542,669 | 2,504,578 | - | - |

MUTUAL BENEFITS ASSURANCE PLC

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

21 Financial assets held for trading pledged as collateral

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Listed equity instrument balance at 1 January | | 130,358 | 137,283 | 130,358 | 137,283 |
| Fair value gains/ (losses) | 9 | 38,501 | (6,925) | 38,501 | (6,925) |
| Balance as at period end | | 168,859 | 130,358 | 168,859 | 130,358 |
| Current | | - | - | - | - |
| Non-current | | 168,859 | 130,358 | 168,859 | 130,358 |
| | | 168,859 | 130,358 | 168,859 | 130,358 |

These are quoted financial instruments held on lien by providers of short term borrowings for the purpose of securing the debt. The debt providers maintain possession of the Quoted instruments but do not have ownership unless default. Pledged assets are measured at fair value as at year end.

Mutual Benefits Assurance Plc purchased quoted shares of ₦400 million with a Margin facility from Guaranty Trust Bank Plc (see Note 40). There is an on-going litigation on this investment arising from the additional investment cover requested for by the Bank due to the fall in the value of the shares purchased which was rejected by the Company.

The directors, having sought the advice of professional counsel, are of the opinion that no significant liability will crystallise from this litigation therefore, fair value gain/(loss) has been recognized in the consolidated and separate financial statements.

The movement in the carrying amount is the fair value change in respect of the market price as at period end.

22 Trade receivables

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Trade receivables | 22.1 | 2,221,633 | 839,744 | 942,322 | 494,409 |
| Current | | 2,221,633 | 839,744 | 942,322 | 494,409 |
| Non-current | | - | - | - | - |
| | | 2,221,633 | 839,744 | 942,322 | 494,409 |

Trade receivables are not interest bearing and are generally on terms of 30 to 90 days.

22.1 Analysis of insurance receivables by counter party

| Gross | | | | |
|---------------------------------|--|------------------|------------------|------------------------|
| Due from insurance brokers | | 2,484,526 | 1,102,637 | 942,322 494,409 |
| | | 2,484,526 | 1,102,637 | 942,322 494,409 |
| Allowance for impairment | | | | |
| Due from insurance brokers | | (262,893) | (262,893) | - - |
| | | (262,893) | (262,893) | - - |
| | | 2,221,633 | 839,744 | 942,322 494,409 |

MUTUAL BENEFITS ASSURANCE PLC

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
|--|-------------------------|--------------------------------|-------------------------|--------------------------------|
| 22.1.1 Analysis of movement in ECL | | | | |
| Balance at 1 January | 262,893 | 92,137 | - | - |
| Additions during the year | - | 170,756 | - | - |
| | 262,893 | 262,893 | | |
| 22.1.2 The age analysis of gross insurance receivables as at the end of the period are as follows: | | | | |
| 0 – 30 days | 1,079,284 | 761,491 | 942,322 | 494,409 |
| 31 – 60 days | 1,142,349 | 78,253 | - | - |
| 61 – 180 days | 262,893 | 262,893 | - | - |
| Above 180 days | - | - | - | - |
| | 2,484,526 | 1,102,637 | 942,322 | 494,409 |

22.1.3 The age analysis of the Company's trade receivables as at the end of the period are as follows:

| Age of debt | 30 Jun-2023 | | 31 Dec-2022 | |
|---------------------|-----------------|----------------|-----------------|----------------|
| | No. of Policies | Amount | No. of Policies | Amount |
| Within 14 days | 725 | 521,712 | 568 | 299,474 |
| Within 15- 30 days | 669 | 420,610 | 485 | 194,935 |
| Within 31- 90 days | - | - | - | - |
| Within 91- 180 days | - | - | - | - |
| Above 180 days | - | - | - | - |
| | 1,394 | 942,322 | 1,053 | 494,409 |

23 Reinsurance assets

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Recoverable on reported outstanding claims | 23.1 | 4,730,103 | 3,879,200 | 1,492,241 | 2,178,995 |
| Recoverable on paid claims | 23.2 | 347,840 | 378,865 | 63,597 | 5,129 |
| Prepaid reinsurance | 23.3 | 2,000,994 | 1,087,552 | 1,834,073 | 942,786 |
| Recoverable on additional unexpired risk reserve | 23.4 | 123,260 | 123,260 | 123,260 | 123,260 |
| Reinsurance receivable | | (1,465,482) | 1,149,278 | - | - |
| | | 5,736,715 | 6,618,155 | 3,513,171 | 3,250,170 |
| Expected credit loss | | (246,067) | (246,067) | - | - |
| | | 5,490,648 | 6,372,088 | 3,513,171 | 3,250,170 |
| Current | | 5,490,648 | 6,372,088 | 3,513,171 | 3,250,170 |
| Non-current | | - | - | - | - |
| | | 5,490,648 | 6,372,088 | 3,513,171 | 3,250,170 |

Reinsurance receivables are to be settled on demand and the carrying amount is not significantly different from their fair value.

23.1 Analysis of amounts recoverable on reported outstanding claims

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Recoverable on reported outstanding claims | | 2,635,565 | 3,071,432 | 831,565 | 1,518,319 |
| Recoverable on outstanding claims-IBNR | | 2,094,538 | 807,768 | 660,676 | 660,676 |
| 23.1.1 | | 4,730,103 | 3,879,200 | 1,492,241 | 2,178,995 |

23.1.1 The movement in amounts recoverable on outstanding claims

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| At 1 January | | 3,879,200 | 2,919,418 | 2,178,995 | 1,417,790 |
| Changes in reinsurer's share of outstanding claims | 5 | (1,128,712) | 1,161,929 | (686,754) | 761,205 |
| At period end | | 4,730,103 | 3,879,200 | 1,492,241 | 2,178,995 |

23.2 The movement in amounts recoverable on paid claims

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| At 1 January | | 378,865 | 206,355 | 5,129 | 11,471 |
| Addition during the year | 5 | 2,068,485 | 3,540,068 | 1,288,621 | 1,603,333 |
| Receipts during the year | | (2,099,510) | (3,367,558) | (1,230,153) | (1,609,675) |
| At period end | | 347,840 | 378,865 | 63,597 | 5,129 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

23.3 *The movement in prepaid reinsurance*

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| At 1 January | | 1,087,552 | 974,668 | 942,786 | 924,263 |
| Additions during the year | | 2,869,297 | 4,468,468 | 2,400,893 | 3,636,106 |
| Recognised in profit or loss | 3.2 | (1,955,855) | (4,355,584) | (1,509,606) | (3,617,583) |
| At period end | | 2,000,994 | 1,087,552 | 1,834,073 | 942,786 |

23.4 *The movement in recoverable on additional unexpired risk reserve*

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| At 1 January | | 123,260 | - | 123,260 | - |
| Additions during the year | | - | 123,260 | - | 123,260 |
| At period end | | 123,260 | 123,260 | 123,260 | 123,260 |

24 *Other receivables and prepayments*

| | | | | | |
|--|------|------------------|------------------|----------------|----------------|
| Prepayments | 24.1 | 207,929 | 243,461 | 103,427 | 130,926 |
| Advance commission | | 5,324 | 5,495 | - | - |
| ATM Receivables | | 471 | 503 | - | - |
| Other bank debtors | 24.2 | 5,687 | 6,302 | - | - |
| Deposit for shares in Mutual Benefits MFB Limited | | - | - | 100,000 | 100,000 |
| Deposit for shares in Mutual Exploration and Production Ltd | | 7,238 | 7,238 | 7,238 | 7,238 |
| Directors current account | | 33,460 | 1,348 | 33,460 | 1,348 |
| Other receivables | 24.3 | 2,133,153 | 1,477,140 | 371,004 | 353,452 |
| | | 2,393,262 | 1,741,487 | 615,129 | 592,964 |
| <i>Allowance for impairment charges on other receivables</i> | | (956,430) | (956,430) | (270,347) | (270,347) |
| | | 1,436,832 | 785,057 | 344,782 | 322,617 |
| Current | | 1,436,832 | 785,057 | 344,782 | 322,617 |
| Non-current | | - | - | - | - |
| | | 1,436,832 | 785,057 | 344,782 | 322,617 |

24.1 Prepayment is made up of prepaid rent, prepaid staff benefits and advance payments.

24.2 This is made up of reversals in the bank statement of the Company by the Bank but with inadequate information to determine the reason for the reversal. The entry is corrected once the detailed information is obtained from the bank.

24.3 Analysis of other receivables is as shown below:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Non-financial instruments | | | | | |
| Excess interest charges | | 6,390 | 6,390 | - | - |
| WHT recoverable | | 129,387 | 128,755 | - | - |
| VAT input recoverable on investment property | | 124,309 | 123,750 | - | - |
| | | 260,086 | 258,895 | - | - |
| Financial instruments | | | | | |
| Receivables from property buyers | | 156,911 | 156,911 | - | - |
| Property development debtors | | 3,123 | 3,123 | - | - |
| Rent receivables | | 421,000 | 421,000 | - | - |
| Balance held in Polaris Bank Plc | | 2,533 | 2,533 | 2,533 | 2,533 |
| Balance held in Guaranty Trust Bank Plc | | 61,067 | 61,067 | 61,067 | 61,067 |
| Balance held in Unity Bank Plc | | 1 | 1 | 1 | 1 |
| Investment placement with Flourish Securities | | 7,129 | 7,129 | - | - |
| Investments and Trust Limited | | 38,753 | 38,753 | - | - |
| Investment placement with BGL Securities Limited | | 16,757 | 16,757 | 16,757 | 16,757 |
| Investment placement with Profound Securities | | 100,000 | 100,000 | 100,000 | 100,000 |
| Title One Trading Limited | | 1,065,793 | 410,971 | 190,646 | 173,094 |
| Others * | | 1,873,067 | 1,218,245 | 371,004 | 353,452 |
| | | 2,133,153 | 1,477,140 | 371,004 | 353,452 |

* These relate to staff housing upfront, receivable on disposal of Mutual Tulip Estate, etc.

MUTUAL BENEFITS ASSURANCE PLC
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24 Other receivables and prepayments - Continued

25 Deferred acquisition costs

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Deferred acquisition cost - Fire | | 263,374 | 153,830 | 263,374 | 153,830 |
| Deferred acquisition cost - Gen Accident | | 309,319 | 251,643 | 309,319 | 251,643 |
| Deferred acquisition cost - Motor | | 231,204 | 143,552 | 231,204 | 143,552 |
| Deferred acquisition cost - Marine | | 95,551 | 98,584 | 95,551 | 98,584 |
| Deferred acquisition cost - Oil & Gas & aviation | | 203,905 | 117,602 | 203,905 | 117,602 |
| Life Business | | 306,767 | 243,688 | - | - |
| | | 1,410,120 | 1,008,899 | 1,103,353 | 765,211 |

25.1 The movement in deferred acquisition costs is as follows:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance, beginning of the year | | 1,008,899 | 950,020 | 765,211 | 655,070 |
| Additions during the year | | 2,674,580 | 3,902,133 | 1,732,947 | 2,272,203 |
| Amortisation in the year | 6 | (2,273,359) | (3,843,254) | (1,394,805) | (2,162,062) |
| Balance, end of period | | 1,410,120 | 1,008,899 | 1,103,353 | 765,211 |
| Current | | 1,410,120 | 1,008,899 | 1,103,353 | 765,211 |
| Non-current | | - | - | - | - |
| | | 1,410,120 | 1,008,899 | 1,103,353 | 765,211 |

26 Finance lease receivables

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Gross amount | | 304,998 | 304,620 | 226,168 | 225,790 |
| Unearned interest | | (1,433) | (1,807) | (1,433) | (1,807) |
| Net investment in finance lease | 26.1 | 303,565 | 302,813 | 224,735 | 223,983 |
| Less: | | | | | |
| Expected credit loss | 26.2 | (293,025) | (293,025) | (214,195) | (214,195) |
| | | 10,540 | 9,788 | 10,540 | 9,788 |
| Current | | 10,540 | 9,788 | 10,540 | 9,788 |
| Non-current | | - | - | - | - |
| | | 10,540 | 9,788 | 10,540 | 9,788 |

26.1 Movement in finance lease

| | | | | |
|--------------------------------------|----------------|----------------|----------------|----------------|
| Balance at the beginning of the year | 302,813 | 294,715 | 223,983 | 215,885 |
| Interest on finance leases | 16,901 | 24,542 | 16,901 | 24,542 |
| Payments | (16,149) | (16,444) | (16,149) | (16,444) |
| | 303,565 | 302,813 | 224,735 | 223,983 |

26.2 Movement in allowance for expected credit loss

| | | | | |
|----------------------------|----------------|----------------|----------------|----------------|
| Adjusted balance 1 January | 293,025 | 292,375 | 214,195 | 213,545 |
| Addition during the year | - | 650 | - | 650 |
| | 293,025 | 293,025 | 214,195 | 214,195 |

MUTUAL BENEFITS ASSURANCE PLC

NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

27 Investment properties

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| At the beginning of the year | | 5,320,000 | 6,091,000 | 75,000 | 56,000 |
| Disposal | | (395,454) | (790,698) | - | - |
| Fair value loss on investment properties | 9 | - | 19,698 | - | 19,000 |
| | | 4,924,546 | 5,320,000 | 75,000 | 75,000 |

The items of investment properties are as shown below:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Mutual Tulip Estate | i | 180,000 | 180,000 | - | - |
| Property at Ikeja Alausa | ii | 350,000 | 350,000 | - | - |
| Property at Ikota | iii | 75,000 | 75,000 | 75,000 | 75,000 |
| Property at Sango/Iddiroko - Mogga | iv | 80,000 | 80,000 | - | - |
| Property at Sango/Iddiroko - Caxtonjo | v | 50,000 | 50,000 | - | - |
| Property at Onireke,Ibadan | vi | 325,000 | 325,000 | - | - |
| Mutual Alpha Court duplex, Costain, Lagos | vii | 2,214,546 | 2,610,000 | - | - |
| Property at Asokoro, Abuja | viii | 650,000 | 650,000 | - | - |
| Property at Akure Plots (5,302 Square Meters) | ix | 200,000 | 200,000 | - | - |
| Property at Ado Ekiti Land | x | 700,000 | 700,000 | - | - |
| Property at Oyingbo, Lagos | xi | 100,000 | 100,000 | - | - |
| | | 4,924,546 | 5,320,000 | 75,000 | 75,000 |

27 Investment properties - Continued

Movement in Investment properties is shown below:

| | Bal as at 1/1/2023 | Additions | Disposal | Fair value gain/(loss) | Bal as at 6/30/2023 |
|---|-----------------------|-----------|------------------|---------------------------|------------------------|
| Mutual Tulip Estate | 180,000 | - | - | - | 180,000 |
| Property at Ikeja Alausa | 350,000 | - | - | - | 350,000 |
| Property at Ikota | 75,000 | - | - | - | 75,000 |
| Property at Sango/Iddiroko - Mogga | 80,000 | - | - | - | 80,000 |
| Property at Sango/Iddiroko - Caxtonjo | 50,000 | - | - | - | 50,000 |
| Property at Onireke,Ibadan | 325,000 | - | - | - | 325,000 |
| Mutual Alpha Court duplex, Costain, Lagos | 2,610,000 | - | (395,454) | - | 2,214,546 |
| Property at Asokoro, Abuja | 650,000 | - | - | - | 650,000 |
| Property at Akure Plots (5,302 Square Meters) | 200,000 | - | - | - | 200,000 |
| Property at Ado Ekiti Land | 700,000 | - | - | - | 700,000 |
| Property at Oyingbo, Lagos | 100,000 | - | - | - | 100,000 |
| Balance at the end of the period | 5,320,000 | - | (395,454) | - | 4,924,546 |

Movement in Investment properties is shown below:

| | Bal as at 1/1/2022 | Additions | Disposal | Fair value gain/(loss) | Bal as at 12/31/2022 |
|---|-----------------------|-----------|------------------|---------------------------|-------------------------|
| Mutual Tulip Estate | 180,000 | - | - | - | 180,000 |
| Property at Ikeja Alausa | 350,000 | - | - | - | 350,000 |
| Property at Ikota | 56,000 | - | - | 19,000 | 75,000 |
| Property at Sango/Iddiroko - Mogga | 80,000 | - | - | - | 80,000 |
| Property at Sango/Iddiroko - Caxtonjo | 50,000 | - | - | - | 50,000 |
| Property at Onireke,Ibadan | 325,000 | - | - | - | 325,000 |
| Mutual Alpha Court duplex, Costain, Lagos | 3,400,000 | - | (790,698) | 698 | 2,610,000 |
| Property at Asokoro, Abuja | 650,000 | - | - | - | 650,000 |
| Property at Akure Plots (5,302 Square Meters) | 200,000 | - | - | - | 200,000 |
| Property at Ado Ekiti Land | 700,000 | - | - | - | 700,000 |
| Property at Oyingbo, Lagos | 100,000 | - | - | - | 100,000 |
| Balance at the end of the year | 6,091,000 | - | (790,698) | 19,698 | 5,320,000 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

Investment properties - Continued

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Rental income derived from investment properties | | 12,421 | 113,388 | 5,796 | 8,861 |
| Fair value gain/(loss) on investment properties | | - | 19,698 | - | - |
| Direct operating expenses, including repairs and maintenance, included in investment related expenses in profit on investment contracts | 7 | (19,555) | (214,870) | - | - |
| (Loss)/profit arising from investment properties carried at fair value | | (7,134) | (81,784) | 5,796 | 8,861 |

Description of valuation techniques used and key inputs to valuation on investment properties:

The valuation of the properties is based on the price for which comparable land and properties are being exchanged hands or are being marketed for sale. Therefore, the market-approach Method of Valuation was adopted.

By nature, detailed information on concluded transactions is difficult to come by. They have therefore relied on past transactions and recent adverts in deriving the value of the subject properties.

28 Investments in subsidiaries

The Company's investment in its subsidiaries is

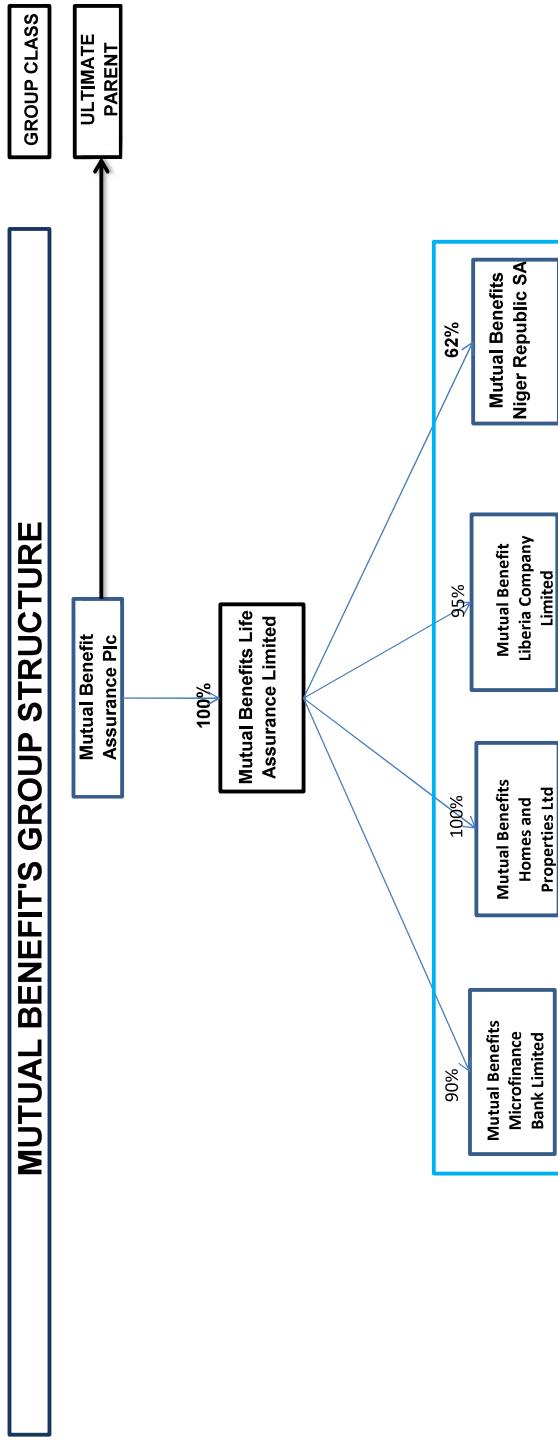
| in thousands of Nigerian Naira | COMPANY | |
|---|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Mutual Benefits Life Assurance Limited | 6,000,000 | 6,000,000 |
| Mutual Benefits Microfinance Bank Limited | 120,000 | 120,000 |
| At period end | 6,120,000 | 6,120,000 |

Movement in investment in subsidiaries:

| | | |
|------------------------------|------------------|------------------|
| At 1 January | 6,120,000 | 6,120,000 |
| Additional equity investment | - | - |
| At period end | 6,120,000 | 6,120,000 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

28 Investments in subsidiaries



| Company name | Nature of business | Country of origin | Relationship | % of equity controlled | NCI | Status | Year of control |
|--|----------------------|-------------------|-----------------------|------------------------|-----|----------|-----------------|
| 1 Mutual Benefits Life Assurance Ltd | Insurance | Nigeria | Direct - Subsidiary | 100% | 0% | Set up | Dec 2007 |
| 2 Mutual Benefits Microfinance Bank Ltd | Banking | Nigeria | Indirect - Subsidiary | 90% | 10% | Acquired | Jan 2009 |
| 3 Mutual Benefits Homes and Properties Ltd | Property development | Nigeria | Indirect - Subsidiary | 100% | 0% | Set up | Jan 2008 |
| 4 Mutual Benefits Liberia | Insurance | Liberia | Indirect - Subsidiary | 95% | 5% | Set up | Jan 2008 |
| 5 Mutual Benefits Niger Republic | Insurance | Niger Republic | Indirect - Subsidiary | 62% | 38% | Set up | Jan 2014 |

28 Investments in subsidiaries

Mutual Benefits Life Assurance Limited

Mutual Life Assurance Limited is a wholly owned subsidiary of Mutual Benefits Assurance Plc. The principal activity of the Company is the underwriting of life insurance policies.

Mutual Benefits Microfinance Bank

Mutual Benefits Microfinance Bank was incorporated in Nigeria in January 2008 and its principal activity involves the provision of retail banking services to both individual and corporate customers. Mutual Benefits Life Assurance Limited obtained control of the company with acquisition of 80% of the voting rights of the Company in January 2009. During the year 2020, Mutual Benefits Assurance Plc and its subsidiary, Mutual Benefits Life Assurance Ltd, increased total shareholding to 89.8% through the acquisition of additional 240 million units of ordinary shares in the Bank.

Mutual Benefits Homes and Properties Ltd

Mutual Benefits Homes and Properties Limited was incorporated in December 2007 to provide property development services to corporate and individual customers. The Company was established as a wholly owned subsidiary of Mutual Benefits Life Assurance Limited.

Mutual Benefits Liberia

Mutual Benefit Assurance Company Liberia was incorporated on 29 August 2007 and commenced operations on 2 January 2008. It is into underwriting of all classes of non-Life and life businesses. It is 95% owned by Mutual Benefits Life Assurance Limited.

Mutual Benefits Niger Republic

Mutual Benefits Niger S.A commenced operations on 2 January 2014. It is into underwriting non-life and health/medical insurance businesses. It was 96% owned by Mutual Benefits Life Assurance Limited until 31 December 2019 when the Company issued additional 59,484 unit of shares at a price of 31942CFA totalling 1,900,000,000CFA (NGN965,010,000). The shares were taken up by other shareholders (Non controlling interest), thereby diluting the shareholding of Mutual Benefits Life Assurance Limited in the Company to 62.47%.

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

29 Intangible assets: Software

| in thousands of Nigerian Naira | Note | GROUP | | COMPANY | |
|--|------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Cost: | | | | | |
| Balance at the beginning of the year | | 909,932 | 836,546 | 316,754 | 277,572 |
| Additions | | 24,510 | 70,312 | 14,835 | 39,182 |
| Foreign exchange difference | | 274,350 | 3,073 | - | - |
| | | <u>1,208,792</u> | <u>909,932</u> | <u>331,589</u> | <u>316,754</u> |
| Amortization: | | | | | |
| Balance at the beginning of the year | | 526,633 | 502,566 | 203,100 | 199,392 |
| Amortisation charge | 13 | 9,839 | 21,441 | 61 | 3,708 |
| Foreign exchange difference | | 185,394 | 2,625 | - | - |
| | | <u>721,866</u> | <u>526,633</u> | <u>203,161</u> | <u>203,100</u> |
| Carrying amount at the end of the period | | 486,926 | 383,299 | 128,428 | 113,654 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

30 Property, plant and equipments (Group)

| | <i>in thousands of Nigerian Naira</i> | Note | Land | Building | Leasehold improvement | Plant and machinery | Motor vehicles | Furniture, fittings and equipment | Total |
|---------------------------------|---------------------------------------|------|------------------|----------------|-----------------------|---------------------|------------------|-----------------------------------|-------|
| <i>Cost/revaluation:</i> | | | | | | | | | |
| 1 January 2022 | 1,098,367 | | 3,075,550 | 729,487 | 200,369 | 1,463,622 | 2,044,244 | 8,611,639 | |
| Additions | - | | 6,780 | 380 | 2,262 | 93,507 | 157,716 | 260,645 | |
| Disposal | - | | - | - | - | (30,500) | (6,971) | (37,471) | |
| Revaluation adjustment | 276,180 | | (252,897) | - | - | - | - | 23,282 | |
| Foreign exchange difference | - | | 35,549 | - | 1,175 | 12,372 | 7,730 | 56,825 | |
| 31 December 2022 | 1,374,547 | | 2,864,982 | 729,867 | 203,806 | 1,539,001 | 2,202,719 | 8,914,920 | |

| | | | | | | | | | |
|-----------------------------|------------------|---------|------------------|----------------|----------------|------------------|------------------|-------------------|--|
| Additions | - | 10,314 | - | - | - | 80,068 | 38,712 | 129,094 | |
| Disposal | - | - | - | - | - | - | - | - | |
| Reclassification/Reversals | - | - | - | - | - | - | (100) | (100) | |
| Foreign exchange difference | - | 858,950 | - | - | 14,296 | 147,905 | 276,125 | 1,297,277 | |
| 30 June 2023 | 1,374,547 | | 3,734,246 | 729,868 | 218,102 | 1,766,975 | 2,517,456 | 10,341,191 | |

| | | | | | | | | | |
|---|----------|------------------|----------------|----------------|------------------|------------------|------------------|--|--|
| <i>Accumulated depreciation:</i> | | | | | | | | | |
| 1 January 2022 | - | 1,221,989 | 719,662 | 158,128 | 1,402,704 | 1,625,743 | 5,128,226 | | |
| Charge for the year | - | 44,799 | 4,243 | 5,255 | 65,792 | 230,778 | 350,867 | | |
| Disposal | - | - | - | - | (30,500) | (6,593) | (37,093) | | |
| Foreign exchange difference | - | 5,147 | - | 1,082 | 11,134 | 17,615 | 34,978 | | |
| 31 December 2022 | - | 1,271,936 | 723,905 | 164,465 | 1,449,130 | 1,867,542 | 5,476,978 | | |

| | | | | | | | | | |
|-----------------------------|----------|------------------|----------------|----------------|------------------|------------------|------------------|--|--|
| Charge for the year | - | 18,469 | 1,640 | 2,697 | 37,378 | 67,034 | 127,218 | | |
| Disposal | - | - | - | - | - | - | - | | |
| Foreign exchange difference | - | 128,253 | - | 12,857 | 138,288 | 258,336 | 537,734 | | |
| 30 June 2023 | - | 1,418,658 | 725,545 | 180,019 | 1,624,795 | 2,192,912 | 6,141,929 | | |

Carrying amounts at:

| | | | | | | | | | |
|-------------------------|------------------|------------------|--------------|---------------|----------------|----------------|------------------|--|--|
| 30 June 2023 | 1,374,547 | 2,315,588 | 4,323 | 38,083 | 142,180 | 324,544 | 4,199,264 | | |
| 31 December 2022 | 1,374,547 | 1,593,046 | 5,962 | 39,341 | 89,871 | 335,177 | 3,437,944 | | |

No leased assets are included in the above property, plant and equipment and the Group had no capital commitments as at 30 June 2023. None of the assets have been pledged as collateral.

30 Property, plant and equipment (Company)

| | Property, plant and equipment (Company) | | | | | | Furniture, fittings and equipment | Total |
|----------------------------------|---|------------------|----------------|----------------|------------------|------------------|---|--------|
| | in thousands of Nigerian Naira | | | | | | | |
| 1 January 2022 | 683,820 | 1,710,767 | 729,487 | 94,584 | 952,873 | 1,157,932 | 5,329,463 | |
| Additions | - | - | 380 | 1,360 | 19,724 | 93,931 | 115,395 | |
| Disposal | 276,180 | (252,897) | - | - | (12,000) | (4,324) | (16,324) | |
| Revaluation adjustment | | | | | | - | - | 23,282 |
| 31 December 2022 | 960,000 | 1,457,870 | 729,867 | 95,944 | 960,597 | 1,247,539 | 5,451,816 | |
| 1 January 2023 | 960,000 | 1,457,870 | 729,867 | 95,944 | 960,597 | 1,247,539 | 5,451,816 | |
| Additions | - | - | - | - | 76,349 | 19,733 | 96,082 | |
| Redesignification/Reversals | - | - | - | - | - | (100) | (100) | |
| 30 June 2023 | 960,000 | 1,457,870 | 729,867 | 95,944 | 1,036,946 | 1,267,172 | 5,547,758 | |
| <i>Accumulated depreciation:</i> | | | | | | | | |
| 1 January 2022 | 453,650 | 719,662 | 81,694 | 899,474 | 1,037,754 | 3,192,234 | | |
| Charge for the year | - | 34,220 | 4,243 | 4,712 | 38,442 | 44,148 | 125,755 | |
| Disposal | - | - | - | - | (12,000) | (4,324) | (16,324) | |
| 31 December 2022 | 487,870 | 723,905 | 86,406 | 925,916 | 1,077,578 | 3,301,675 | | |
| 1 January 2023 | 487,870 | 723,905 | 86,406 | 925,916 | 1,077,578 | 3,301,675 | | |
| Charge for the year | - | 9,700 | 1,640 | 2,252 | 17,695 | 26,423 | 57,710 | |
| Disposal | - | - | - | - | - | - | - | |
| 30 June 2023 | 497,570 | 725,545 | 88,658 | 943,611 | 1,104,001 | 3,359,395 | | |
| <i>Carrying amounts at:</i> | | | | | | | | |
| 30 June 2023 | 960,000 | 960,300 | 4,322 | 7,286 | 93,335 | 163,171 | 2,188,414 | |
| 31 December 2022 | 960,000 | 970,000 | 5,962 | 9,538 | 34,681 | 169,961 | 2,150,142 | |

No leased assets are included in the above property, plant and equipment and the company had no capital commitments as at 30 June 2023. None of the assets have been pledged as collateral.

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

31 Statutory deposit

This represents amounts deposited with the Central Bank of Nigeria (CBN) pursuant to Section 10(3) of the Insurance Act, 2003. This amount is not available for the day-to-day use in the working capital of the Company and so it is excluded from the cash and cash equivalents. Interest earned at annual average rate of 1% per annum (2022: 4%) on statutory deposits are included in investment income (Note 9).

The deposit has been tested for adequacy as at 30th June 2023 and found to be adequate.

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|--------------------------------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Statutory deposit | 500,000 | 500,000 | 300,000 | 300,000 |
| | 500,000 | 500,000 | 300,000 | 300,000 |

32 Insurance contract liabilities

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|-----------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Outstanding claims | 32.1 | 17,401,981 | 17,000,975 | 5,587,567 | 5,438,952 |
| Additional Unexpired Risk Reserve | 32.2 | 243,689 | 243,689 | 243,689 | 243,689 |
| Unearned premiums | 32.3 | 13,022,164 | 8,850,035 | 7,687,995 | 5,326,221 |
| | | 30,667,834 | 26,094,699 | 13,519,251 | 11,008,862 |

32.1 Outstanding claims

| in thousands of Nigerian Naira | GROUP | | COMPANY | | |
|--------------------------------|-------------------------|--------------------------------|-------------------------|--------------------------------|------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | |
| Non-Life business | 32.1.1 | 7,178,306 | 6,928,838 | 5,587,567 | 5,438,952 |
| Life business | 32.1.2 | 10,223,675 | 10,072,137 | - | - |
| | | 17,401,981 | 17,000,975 | 5,587,567 | 5,438,952 |

32.1.1 Non-Life business:

| | GROUP | | COMPANY | |
|--|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Non-Life outstanding claims | | | | |
| Claims reported by policyholders | 4,774,747 | 4,775,279 | 3,184,008 | 3,285,393 |
| Claims incurred but not reported (IBNR) | 2,403,559 | 2,153,559 | 2,403,559 | 2,153,559 |
| | 7,178,306 | 6,928,838 | 5,587,567 | 5,438,952 |
| Movement in Non-life outstanding claims | | | | |
| At 1 January | 6,928,838 | 6,279,300 | 5,438,952 | 5,149,788 |
| Claims incurred in the current year | 4,033,068 | 7,601,405 | 3,113,001 | 5,957,402 |
| Claims paid during the year | (3,783,600) | (6,951,867) | (2,964,386) | (5,668,238) |
| | 7,178,306 | 6,928,838 | 5,587,567 | 5,438,952 |

Analysis of Non-life outstanding claims per class of insurance

| | | | | |
|------------------------|------------------|------------------|------------------|------------------|
| Motor | 2,210,753 | 1,666,001 | 620,014 | 762,318 |
| Marine | 1,264,652 | 354,490 | 1,264,652 | 354,490 |
| Fire | 703,898 | 2,456,712 | 703,898 | 2,456,712 |
| General accident | 2,134,466 | 1,441,191 | 2,134,466 | 1,441,191 |
| Oil & Gas and Aviation | 864,537 | 1,010,444 | 864,537 | 1,010,444 |
| | 7,178,306 | 6,928,838 | 5,587,567 | 5,438,952 |

32.1.2 Life business:

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Life outstanding claims | | | | | |
| Outstanding claims | | 7,013,175 | 8,199,603 | - | - |
| Claims incurred but not reported (IBNR) | | 3,210,500 | 1,872,534 | - | - |
| | | 10,223,675 | 10,072,137 | - | - |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

32 Insurance contract liabilities - Continued

Analysis of life outstanding claims per class of insurance

| | | | | | |
|-----------------|-----|------------|------------|---|---|
| Group life | i | 7,221,685 | 7,311,364 | - | - |
| Individual life | ii | 2,669,125 | 2,406,963 | - | - |
| Annuity | iii | 332,865 | 353,810 | - | - |
| | | 10,223,675 | 10,072,137 | - | - |

i *Movement in group life outstanding claims*

| | | | | | |
|-------------------------------------|--|-------------|-------------|---|---|
| At 1 January | | 7,311,364 | 6,148,311 | - | - |
| Claims incurred in the current year | | 2,879,251 | 8,109,787 | - | - |
| Claims paid during the year | | (2,968,930) | (6,946,734) | - | - |
| | | 7,221,685 | 7,311,364 | - | - |

ii *Movement in individual life outstanding claims*

| | | | | | |
|-------------------------------------|--|-------------|-------------|---|---|
| At 1 January | | 2,406,963 | 1,933,254 | - | - |
| Premiums written in the year | | 1,612,793 | 3,364,195 | - | - |
| Premiums earned during the year | | (1,612,793) | (3,364,195) | - | - |
| Claims incurred in the current year | | 516,205 | 760,882 | - | - |
| Claims paid during the year | | (516,205) | (760,882) | - | - |
| Changes in actuarial valuation | | 262,162 | 473,709 | - | - |
| At period end | | 2,669,125 | 2,406,963 | - | - |

iii *Movement in annuity*

| | | | | | |
|-------------------------------------|--|----------|----------|---|---|
| At 1 January | | 353,810 | 374,893 | - | - |
| Claims incurred in the current year | | 20,946 | 41,909 | - | - |
| Claims paid during the year | | (20,946) | (41,909) | - | - |
| Changes in actuarial valuation | | (20,945) | (21,083) | - | - |
| | | 332,865 | 353,810 | - | - |

32.2 The movement in additional unexpired risk reserve during the year was as follows:

| | | | | | |
|-----------------------------------|--|---------|---------|---------|---------|
| At 1 January | | 243,689 | - | 243,689 | - |
| Additional unexpired risk reserve | | - | 243,689 | - | 243,689 |
| | | 243,689 | 243,689 | 243,689 | 243,689 |

32.3 Unearned premiums

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--------------------------------|-------|----------------------|--------------------------|----------------------|--------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Non-Life business | ii | 8,650,295 | 5,698,934 | 7,687,995 | 5,326,221 |
| Life business | iv | 4,371,869 | 3,151,101 | - | - |
| | | 13,022,164 | 8,850,035 | 7,687,995 | 5,326,221 |

i *The movement in unearned premium*

| | | | | | |
|---------------------------------|-----|--------------|--------------|-------------|--------------|
| At 1 January | | 8,850,035 | 8,728,385 | 5,326,221 | 4,807,867 |
| Premiums written in the year | 3.1 | 22,164,070 | 33,481,296 | 11,050,960 | 15,749,404 |
| Premiums earned during the year | 3.1 | (17,991,941) | (33,359,646) | (8,689,186) | (15,231,050) |
| At period end | | 13,022,164 | 8,850,035 | 7,687,995 | 5,326,221 |

ii *The movement in non-life unearned premium*

| | | | | | |
|---------------------------------|--|--------------|--------------|-------------|--------------|
| At 1 January | | 5,698,934 | 5,163,460 | 5,326,221 | 4,807,867 |
| Premiums written in the year | | 13,439,144 | 19,389,079 | 11,050,960 | 15,749,404 |
| Premiums earned during the year | | (10,487,783) | (18,853,605) | (8,689,186) | (15,231,050) |
| | | 8,650,295 | 5,698,934 | 7,687,995 | 5,326,221 |

iii *Analysis of Non-life unearned premium*

| | | | | | |
|------------------------|--|-----------|-----------|-----------|-----------|
| Motor | | 2,411,012 | 1,453,629 | 2,411,012 | 1,453,629 |
| Marine | | 659,470 | 880,736 | 659,470 | 880,736 |
| Fire | | 1,446,977 | 823,248 | 1,446,977 | 823,248 |
| Oil & Gas and Aviation | | 1,458,711 | 1,404,303 | 1,458,711 | 1,404,303 |
| General accident | | 2,674,125 | 1,137,018 | 1,711,825 | 764,305 |
| | | 8,650,295 | 5,698,934 | 7,687,995 | 5,326,221 |

iv *Analysis of life unearned premium*

| | | | | | |
|------------|--|-----------|-----------|---|---|
| Group Life | | 4,371,869 | 3,151,101 | - | - |
| | | 4,371,869 | 3,151,101 | - | - |

The movement in life unearned premium

| | | | | | |
|---------------------------------|--|-------------|--------------|---|---|
| At 1 January | | 3,151,101 | 3,564,925 | - | - |
| Premiums written in the year | | 8,724,926 | 14,092,217 | - | - |
| Premiums earned during the year | | (7,504,158) | (14,506,041) | - | - |
| | | 4,371,869 | 3,151,101 | - | - |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

33 Investment contract liabilities

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|-----------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Group deposit administration | | 1,080,853 | 1,028,748 | - | - |
| Individual deposit administration | | 31,615,657 | 32,476,754 | - | - |
| | | 32,696,510 | 33,505,502 | - | - |

The movement in deposit administration funds

| | | | | |
|--------------------------------------|-------------------|-------------------|---|---|
| Balance at the beginning of the year | 33,505,502 | 30,178,616 | - | - |
| Deposits received during the year | 6,661,340 | 14,357,727 | - | - |
| Guaranteed interest | 1,163,548 | 2,789,498 | - | - |
| Withdrawals during the year | (8,633,880) | (13,820,340) | - | - |
| Balance at the end of the period | 32,696,510 | 33,505,502 | - | - |

34 Trade payables

| | | | | |
|-----------------------|------------------|------------------|----------------|------------------|
| Reinsurance payables | 1,875,243 | 1,219,212 | 167,894 | 283,050 |
| Co-Insurance payables | 109,550 | 27,812 | - | 652 |
| Deferred commission | 451,138 | 278,458 | 436,499 | 258,328 |
| Commission payable | 1,020,782 | 164,332 | 128,008 | 44,110 |
| Deposits for premium | 34.1 | 456,902 | 1,363,197 | 145,491 |
| | | 3,913,615 | 3,053,011 | 877,892 |
| | | | | 1,104,251 |
| Current | 3,913,615 | 3,053,011 | 877,892 | 1,104,251 |
| Non-current | - | - | - | - |
| | 3,913,615 | 3,053,011 | 877,892 | 1,104,251 |

34.1

Deposit for premium represents premium received on general business, life insurance contracts and investment contracts for which the policy holders are yet to be identified at the reporting date. However, the Company employs all resources at its disposal to ensure prompt identification of the policy holders and subsequent reclassification to appropriate financial statement area as necessary.

35 Other liabilities

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|-------------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Accruals | 35.1 | 957,963 | 961,302 | 382,701 | 449,292 |
| Rent received in advance | | 33,875 | 41,333 | - | 833 |
| Dividend payable | | 24,798 | 24,798 | 24,798 | 24,798 |
| Due to related companies | | - | - | 882,356 | 748,720 |
| PAYE | | 9,475 | 2,577 | 6,979 | - |
| VAT payable | | 224,372 | 157,513 | - | - |
| WHT payable | | 36,293 | 49,599 | 30,304 | 39,269 |
| Staff pension | | 9,174 | 9,693 | 3,660 | - |
| ATM working capital | | 16,718 | 16,718 | - | - |
| Amount due to Directors | | 10,854 | 4,007 | - | - |
| National Housing Fund | | 825 | 47 | 778 | - |
| Cooperative deductions | | 522 | 449 | - | - |
| Provision for NAICOM levy | | 130,486 | 444,686 | 130,486 | 166,216 |
| Deposit for facility management | | 29,778 | 8,438 | - | - |
| Other Creditors | 35.2 | 1,052,573 | 1,047,211 | 318,231 | 334,900 |
| Land deduction | | 138 | 138 | - | - |
| Deposit for properties by customers | | 141,447 | 277,117 | - | - |
| | | 2,591,143 | 3,045,626 | 1,780,293 | 1,764,028 |
| Current | | 2,591,143 | 3,045,626 | 1,780,293 | 1,764,028 |
| Non-current | | - | - | - | - |
| | | 2,591,143 | 3,045,626 | 1,780,293 | 1,764,028 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

35.1 Analysis of accruals

| | GROUP | | COMPANY | |
|------------------------------------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Audit fee and expenses | 31,569 | 40,150 | 21,500 | 21,500 |
| Tax and business consultancy fees | 57,500 | 57,622 | 20,000 | 20,000 |
| NSITF payable | 22,818 | 22,818 | - | - |
| Actuarial valuation fee | 3,803 | 7,025 | 2,549 | 5,097 |
| Property valuation fee | 15,060 | 24,000 | 7,750 | 15,500 |
| Application Service maintenance | 17,330 | 17,330 | 17,330 | 17,330 |
| Utilities | 7,875 | 10,500 | 7,875 | 10,500 |
| Agency allowances | 9,000 | 18,000 | 9,000 | 18,000 |
| Retail training & consultancy fees | 107,000 | 109,000 | 11,500 | 13,500 |
| Legal fee | 22,500 | 35,000 | 22,500 | 35,000 |
| Marketing expenses | 33,500 | 53,500 | - | 20,000 |
| Social security payable | - | 6,027 | - | - |
| Accrued incentive pay | 284,438 | 369,584 | 183,438 | 183,438 |
| Other accruals | 345,570 | 190,746 | 79,259 | 89,427 |
| Balance at the end of the period | 957,963 | 961,302 | 382,701 | 449,292 |

35.2 Analysis of other creditors

| | GROUP | | COMPANY | |
|---|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Cheques for reissue | 12,163 | 12,163 | - | - |
| Deferred income | 32,250 | 210,312 | - | 433 |
| Rent collected on behalf of third parties | 21,500 | 21,500 | - | - |
| Payable for goods & services | 986,660 | 803,236 | 318,231 | 334,467 |
| Balance at the end of the period | 1,052,573 | 1,047,211 | 318,231 | 334,900 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

| 36 | Deposit liabilities | | GROUP | | COMPANY | |
|-------------|---------------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| | <i>in thousands of Nigerian Naira</i> | Notes | | | | |
| Current | | | 110,278 | 250,604 | - | - |
| Time | | | 1,370,088 | 1,789,414 | - | - |
| Savings | | | 120,888 | 193,173 | - | - |
| | | | 1,601,254 | 2,233,191 | - | - |
| Current | | | 1,601,254 | 2,233,191 | - | - |
| Non-current | | | - | - | - | - |
| | | | 1,601,254 | 2,233,191 | - | - |

| 37 | Borrowings | | GROUP | | COMPANY | |
|------------------------|---------------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| | <i>in thousands of Nigerian Naira</i> | Notes | | | | |
| GTBank margin facility | | 37.2 | 400,870 | 400,870 | 400,870 | 400,870 |
| | | | 400,870 | 400,870 | 400,870 | 400,870 |
| Current | | | - | - | - | - |
| Non-current | | | 400,870 | 400,870 | 400,870 | 400,870 |
| | | | 400,870 | 400,870 | 400,870 | 400,870 |

**37.1 The movement in borrowings during the year
is as follows:**

| | | | | | |
|---|----|----------------|----------------|----------------|----------------|
| Balance, beginning of the year | | 400,870 | 2,338,331 | 400,870 | 2,338,331 |
| Impact of foreign exchange rate changes | 14 | - | (112,760) | - | (112,760) |
| Accrued interest | 15 | - | 20,299 | - | 20,299 |
| Payments during the year | | - | (1,845,000) | - | (1,845,000) |
| Balance at the end of the period | | 400,870 | 400,870 | 400,870 | 400,870 |

37.2 GTBank margin facility

The Company obtained a margin loan facility of ₦600 million from Guaranty Trust Bank Plc to finance working capital requirements for Margin trading at 16% per annum on the 19 June 2007 out of which ₦450 million was utilised. The facility was secured by lien on shares financed and an upfront 50% margin contribution (representing a 150% cover). The Bank was to dispose off the warehoused shares to liquidate the facility whenever the cover falls to 130%. Repayment of the facility was to be from proceeds of sale of shares financed.

There is however an on-going litigation on this facility arising from the rejection by the Company of the additional investment cover requested for by the Bank due to the fall in the value of the shares purchased against which the facility was initially secured. In the ensuing litigation, judgment was given in 2017 in favour of the Company at the Lagos High Court in the sum of N120,148,773.70 plus interest at 10% p.a at the Lagos High Court. The bank has appealed the judgment to the Court of Appeal.

The directors, having sought the advice of professional counsel, are of the opinion that no significant liability other than the amount already recognised will crystallise from this litigation.

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

38 Current income tax liabilities

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance at 1 January | | 769,870 | 485,119 | 586,884 | 228,456 |
| Current income tax charge | | | | | |
| Company Income tax | | 427,732 | 476,644 | 350,196 | 321,860 |
| Education tax | | 43,775 | 33,915 | 43,775 | 33,915 |
| Information technology tax | | 36,480 | 38,334 | 17,510 | 18,011 |
| Police Trust Fund | | - | 103 | - | 93 |
| Minimum tax | | 7,948 | 17,012 | - | - |
| Naseni Levy | | - | 533 | - | - |
| | 17.1 | 515,935 | 566,540 | 411,481 | 373,879 |
| Payments during the year | | (158,776) | (281,789) | (43,658) | (15,451) |
| Balance at the end of the period | | 1,127,029 | 769,870 | 954,707 | 586,884 |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

39 Deferred tax net liabilities

| | | | | | |
|--------------------------|------|-------------|-------------|-----------|-----------|
| Deferred tax assets | 39.1 | 608,043 | 576,269 | 161,321 | 161,321 |
| Deferred tax liabilities | 39.2 | (1,517,207) | (1,442,504) | (721,253) | (721,253) |
| | | (909,164) | (866,235) | (559,932) | (559,932) |

39.1 Movement in Deferred tax assets

| | | | | |
|--|----------------|----------------|----------------|----------------|
| Balance at the beginning of the year | 576,269 | 578,480 | 161,321 | 94,289 |
| Charge/(credit) in profit or loss for the year | 31,774 | (2,212) | - | 67,032 |
| Balance at the end of the period | 608,043 | 576,269 | 161,321 | 161,321 |

39.2 Movement in Deferred tax liabilities

| | | | | |
|--|------------------|------------------|----------------|----------------|
| Balance, beginning of year | 1,442,504 | 1,364,586 | 721,253 | 519,213 |
| Charge/(credit) in profit or loss for the year | 31,774 | 111,371 | - | 195,057 |
| Charge/(credit) in other comprehensive income | 42,929 | (33,453) | - | 6,984 |
| Balance at the end of the period | 1,517,207 | 1,442,504 | 721,253 | 721,253 |

40 Share capital

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|--------------------------------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |

Share capital comprises:

40.1 Authorized number of shares:

| | | | | |
|---|-------------------|-------------------|-------------------|-------------------|
| At 1 January 2023: 20,061,622,397 (2022: 20,061,622,397) ord shares of 50k each | 10,030,811 | 10,030,811 | 10,030,811 | 10,030,811 |
| At 30 June 2023: 20,061,622,397 (Dec 2022: 20,061,622,397) Ordinary shares of 50k each | 10,030,811 | 10,030,811 | 10,030,811 | 10,030,811 |

43.3 Share premium

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|--------------------------------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| At 1 January | 276,486 | 276,486 | 276,486 | 276,486 |
| Addition during the period | - | - | - | - |
| Balance, end of period | 276,486 | 276,486 | 276,486 | 276,486 |

43.4 Shareholding Structure/Free Float Status

Share Price at end of reporting period N0.53 (2022: N0.28)

| Description | JUNE 2023 ACTUAL | | DECEMBER 2022 ACTUAL | |
|--|-----------------------|---------------|-----------------------|---------------|
| | Unit | Percentage | Unit | Percentage |
| Issued Share Capital | 20,061,622,397 | 100% | 20,061,622,397 | 100% |
| Substantial Shareholdings(5% and above) | | | | |
| Charles Enterprises LLC | 8,481,044,445 | 42.27% | 8,481,044,445 | 42.27% |
| Arubiewe Farms Limited | 4,409,119,444 | 21.98% | 4,409,119,444 | 21.98% |
| Ogunbiyi Akinade Akanmu | 1,100,000,000 | 5.48% | 1,100,000,000 | 5.48% |
| CIL Risk & Asset Management Limited | 816,525,303 | 4.07% | 816,525,303 | 4.07% |
| Ogunbiyi Adedotun | 611,991,460 | 3.05% | 611,991,460 | 3.05% |
| Total Substantial Shareholdings | 15,418,680,652 | 76.86% | 15,418,680,652 | 76.86% |
| Directors' Shareholdings | | | | |
| Prof.Patrick Utomi | 34,439,974 | 0.17% | 34,439,974 | 0.17% |
| Olufemi Asenuga | 21,593,150 | 0.11% | 21,593,150 | 0.11% |
| Adebisi Ashiru-Mobolaji | 8,012,654 | 0.04% | 8,012,654 | 0.04% |
| Dr.Eze Ebube | 5,000,000 | 0.02% | 5,000,000 | 0.02% |
| Total Directors' Shareholdings | 69,045,778 | 0.34% | 69,045,778 | 0.34% |
| Other Influential Shareholdings | | | | |
| Charks Investment Limited | 254,222,285 | 1.27% | 254,222,278 | 1.27% |
| Total Influential Shareholdings | 254,222,285 | 1.27% | 254,222,278 | 1.27% |
| Free Floats in Units and Percentage | 4,319,673,682 | 21.53% | 4,319,673,689 | 21.53% |
| Free Float in Value | 1,425,492,315 | | 1,209,508,633 | |

Declaration:

- i) Mutual Benefits Assurance Plc with a free float percentage of 21.53% and value of N1,425,492,315 as at 30 June 2023, is compliant with The Exchange's free float requirements for companies listed on the Main Board.
- ii) Mutual Benefits Assurance Plc with a free float percentage of 21.53% and value of N1,209,508,633 as at 31 December 2022, is compliant with The Exchange's free float requirements for companies listed on the Main Board.

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

41 Treasury shares

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|---|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Company's shares held (500,000 shares at ₦0.50 per share) | 250 | 250 | 250 | 250 |

42 Foreign currency translation reserve

This comprises exchange differences resulting from the translation to Naira of the results and financial position of Group companies that have a functional currency other than Nigerian Naira. Mutual Benefits Assurance Company Liberia and Mutual Benefits Niger Republic SA have functional currencies other than Naira. See below and statement of changes in equity for movement in foreign currency translation reserve.

| in thousands of Nigerian Naira | GROUP | |
|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance, beginning of the year | 1,533,807 | 1,551,085 |
| Other comprehensive income | 2,890,978 | (17,278) |
| Balance, end of period | 4,424,785 | 1,533,807 |

43 Contingency reserve

In compliance with Section 21 (1) of Insurance Act 2003, the contingency reserve for non-life insurance business is credited with the greater of 3% of total premiums or 20% of the profits. This shall accumulate until it reaches the amount of greater of minimum paid-up capital or 50 percent of net premium. While for life business, the contingency reserves is credited with an amount equal to 1% of gross premium or 10% of net profit (whichever is greater) and accumulated until it reached the amount of minimum paid up capital.

| in thousands of Nigerian Naira | GROUP | | COMPANY | |
|---|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance, beginning of the year | 5,362,165 | 4,702,054 | 4,004,353 | 3,531,871 |
| Transfer from retained earnings | 510,918 | 660,111 | 331,527 | 472,482 |
| Balance, end of period | 5,873,083 | 5,362,165 | 4,335,880 | 4,004,353 |
| 43.1 Analysis per business segment | | | | |
| Non-life business | 43.2 | 4,335,880 | 4,004,353 | 4,004,353 |
| Life business | 43.3 | 1,537,203 | 1,357,812 | - |
| | | 5,873,083 | 5,362,165 | 4,335,880 |
| 43.2 Non-life business | | | | |
| Balance, beginning of the year | | 4,004,353 | 3,531,871 | 4,004,353 |
| Transfer from retained earnings | | 331,527 | 472,482 | 331,527 |
| Balance, end of period | | 4,335,880 | 4,004,353 | 4,004,353 |
| 43.3 Life business | | | | |
| Balance, beginning of the year | | 1,357,812 | 4,702,054 | - |
| Transfer from retained earnings | | 179,391 | (3,344,242) | - |
| Balance, end of period | | 1,537,203 | 1,357,812 | - |

44 Fair value reserve

The fair value reserve includes the net cumulative change in the fair value of fair value through other comprehensive income investments until the investment is derecognised or impaired. See statement of changes in equity for movement in fair value reserve.

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance, beginning of the year | | (601,668) | (559,729) | (111,570) | (114,887) |
| Net revaluation gains/(losses) on equity instrument at FVOCI | | - | (41,939) | - | 3,317 |
| Balance, end of period | | (601,668) | (601,668) | (111,570) | (111,570) |

MUTUAL BENEFITS ASSURANCE PLC
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS - Continued

45 Revaluation reserve

This reserve is the accumulation of revaluation gain on the land and buildings in line with the Company's accounting policies. See statement of changes in equity for movement in revaluation reserve.

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|--|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance, beginning of the year | | 1,536,428 | 1,520,131 | 1,355,693 | 1,339,395 |
| Revaluation gain on Land and building | 31 | - | 23,282 | - | 23,282 |
| Impact of tax | | - | (6,985) | - | (6,985) |
| Revaluation surplus on property, plant and equipment - Land and building | | 1,536,428 | 1,536,428 | 1,355,693 | 1,355,693 |

46 Retained Earnings/(accumulated losses)

Retained earnings represents the amount available for dividend distribution to the equity shareholders of the Company, while accumulated losses represents the loss retained in the business over the periods. See below statement of changes in equity for movement in retained earnings/(accumulated losses).

| in thousands of Nigerian Naira | Notes | GROUP | | COMPANY | |
|---------------------------------|-------|-------------------------|--------------------------------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Balance, beginning of the year | | 3,238,335 | 888,420 | (1,841,231) | (2,561,147) |
| Profit/(loss) for the year | | 3,373,512 | 3,010,025 | 1,339,500 | 1,192,399 |
| Transfer to contingency reserve | 42 | (510,918) | (660,111) | (331,527) | (472,482) |
| Balance, end of period | | 6,100,929 | 3,238,335 | (833,258) | (1,841,231) |

47 Non-controlling interests in equity

| in thousands of Nigerian Naira | Notes | GROUP | |
|---------------------------------------|-------|-------------------------|--------------------------------|
| | | JUNE 2023 ACTUAL YTD | DECEMBER 2022 ACTUAL YTD |
| Opening balance | | 1,031,507 | 1,466,869 |
| Dividend paid | | - | 513,435 |
| Share from total comprehensive income | | 643,011 | (948,797) |
| Balance as at period end | | 1,674,518 | 1,031,507 |
| | | - | - |

48 Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) Mutual Benefits Assurance Plc maintains a Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the Company's shares. The Policy is regularly reviewed and updated by the Board. The Company has made specific inquiries of all the directors and other insiders and is not aware of any infringement of the policy during the period.

49 Statement of Investor Relation

Mutual Benefits Assurance Plc has a dedicated investors' portal on its corporate website which can be accessed via this link <https://www.mutualng.com/plc/about-investor> The Company's Investors' Relations officer can be reached through electronic mail at investor.relations@mutualng.com or telephone on; +2349054644444 for any investment relation enquiry.

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