
REGENCY ALLIANCE INSURANCE PLC

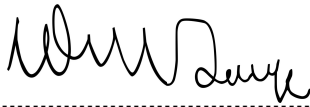
UN-AUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER
2022

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

UN-AUDITED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31 2022

	Note	DEC 2022 =N=	DEC 2021 =N=
ASSETS			
Cash and Cash equivalents	1	1,250,638,147	2,100,320,781
Financial Assets:	2	7,287,568,749	5,031,367,639
Trade Receivables	3	79,806,137	16,011,386
Reinsurance assets	4	2,193,789,705	2,206,755,857
Deferred Acquisition Cost	5	139,814,425	124,381,000
Other Receivables and prepayments	6	21,377,036	18,917,060
Investment in subsidiaries	7	553,116,040	473,116,040
Investment Property	8	521,500,000	510,000,000
Intangible Assets	9	17,244,745	21,559,527
Property, Plant and Equipment	10	873,051,149	796,624,648
Statutory Deposits	11	300,000,000	300,000,000
Total Assets		13,237,906,204	11,599,054,010
LIABILITIES			
Insurance Contract Liabilities	12	4,649,134,471	4,313,541,264
Trade Payables	13	-	4,552,474
Provision and Other trade payables	14	245,127,473	151,845,813
Retirement benefit obligation	15	3,453,549	2,773,597
Provision for Current Income Tax Liabilities	16	251,229,812	127,816,855
Deferred income tax liabilities	17	103,473,909	103,473,909
Deposit for shares	18	245,000,000	245,000,000
Total Liabilities		5,497,419,214	4,949,003,913
EQUITY			
Total equity attributable to owners of the parent:			
Issued and Paid up share capital	19	3,334,375,000	3,334,375,000
Contingency Reserve	20	1,838,519,902	1,620,432,523
Retained Earnings	21	2,567,592,089	1,695,242,574
Total		7,740,486,990	6,650,050,097
Non-controlling Interest in Equity			
		13,237,906,204	11,599,054,010

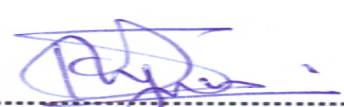
The financial statements were approved by the board of directors on January 27, 2023 and signed on behalf of the board of directors by the directors listed below:



MR CLEM BAIYE
FRC/2020/003/00000021054
(Acting Chairman)



MR BIYI OTEGBEYE
FRC/2013/NBA/00000003749
(Managing Director/Chief Executive Officer)



MR KEHINDE OYADIRAN
FRC/2013/ICAN/00000003559
(Chief Finance Officer)

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

UN-AUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
AS AT DECEMBER 31, 2022

	Note	DEC 2022 N	DEC 2021 N	Oct-Dec 2022	Oct-Dec 2021
Gross Premium Written	22	5,572,455,408	5,118,468,125	1,798,529,756	1,398,574,632
Gross Premium Income	23	5,144,276,847	4,657,792,125	1,445,720,705	1,523,052,614
Reinsurance Expenses	24	(1,881,653,619)	(1,716,788,264)	(451,539,180)	(350,036,353)
Net Premium Income		3,262,623,229	2,941,003,861	994,181,526	1,173,016,261
Fees and Commission Income	25	85,290,220	100,097,198	6,415,848	13,773,920
Net Underwriting Income		3,347,913,449	3,041,101,059	1,000,597,374	1,186,790,181
Claims Paid Gross	26	(1,242,597,297)	(2,127,571,763)	(411,970,200)	(526,146,999)
Recovery from Reinsurance		231,898,884	1,096,287,021	41,861,394	(46,743,661)
Underwriting Expenses	27	(718,176,136)	(695,086,412)	(203,526,728)	(211,381,001)
Underwriting Profit		1,619,038,900	1,314,729,905	426,961,840	402,518,520
Investment Income	28	423,085,503	364,730,051	112,702,514	120,947,984
Other Operating Income	29	10,809,922	11,580,771	7,258,072	7,209,889
Fair value on Investment Properties	8	11,500,000	5,000,000	11,500,000	5,000,000
Net Gains on Financial Asset	30	23,685,984	108,720,071	(76,988,149)	89,921,053
Employee Benefit Expenses	31	(324,374,778)	(334,369,635)	(57,977,636)	(68,943,087)
Other Operating Expenses	32	(537,997,254)	(574,062,225)	(112,085,255)	(161,637,576)
Impairment on Subsidiary	2.2	-	(553,053,645)	-	(370,545,942)
Result of Operating Activities		1,225,748,278	343,275,293	311,371,387	24,470,841
Income Tax Expense	16	(135,311,385)	(22,529,569)	(34,708,294)	(69,644,137)
Profit After Taxation		1,090,436,893	320,745,724	276,663,093	(45,173,296)
Other comprehensive income, net of tax items that may be subsequently reclassified to the profit or loss account:					
Net unrealised fair value gain/(loss) on AFS financial asset		-	-	-	-
Income tax relating to component of other comprehensive income		-	-	-	-
Total other comprehensive income		-	-	-	-
Total comprehensive income for the Period		1,090,436,893	320,745,724	276,663,092	(45,173,296)
Earnings per share					
Basic (in kobo)		16.35	4.81	4.15	(0.64)

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

THE COMPANY

STATEMENT OF CHANGES IN EQUITY

	Share Capital =N=	Contingency Reserve =N=	Retained Earnings =N=	Total Equity =N=
At 1 January 2022	3,334,375,000	1,620,432,523	1,695,242,574	6,650,050,097
Total comprehensive income for the period				-
Profit after tax for the period			1,090,436,893	1,090,436,893
Transfer to Contingency Reserves		218,087,379	(218,087,379)	-
	-	218,087,379	872,349,515	1,090,436,893
Dividend to equity owners			-	-
Appreciation in the value of Unquoted investment				-
Total comprehensive income for the period	-	218,087,379	872,349,515	1,090,436,893
At 31 DECEMBER 2022	3,334,375,000	1,838,519,902	2,567,592,089	7,740,486,990

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2021

	Share Capital =N=	Contingency Reserve =N=	Retained Earnings =N=	Total Equity =N=
At 1 January 2021	3,334,375,000	1,466,878,479	1,528,050,894	6,329,304,373
Total comprehensive income for the period				-
Profit after tax for the period			320,745,724	320,745,724
Transfer to Contingency Reserves		153,554,044	(153,554,044)	-
	-	153,554,044	167,191,680	320,745,724
Total comprehensive income for the year net of tax				-
Transaction with owner's of equity, recorded directly in equity				-
Distribution to Owners				-
Transfer Adjustment on Fair Value Reserve of Disposed Unquoted Equity			-	-
Appreciation in the value of Unquoted investment				-
Total comprehensive income for the quarter	-	153,554,044	167,191,680	320,745,724
At 30 DECEMBER 2021	3,334,375,000	1,620,432,523	1,695,242,574	6,650,050,097

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

STATEMENT OF CASH FLOWS

	2022	2021
CASH FLOW FROM OPERATING ACTIVITIES		
	N	N
Premium Received	5,508,660,657	5,109,659,000
Reinsurance Premium Paid	(1,819,142,665)	(2,015,095,000)
Commission Received	85,290,220	105,240,548
Gross Claim paid	(1,335,182,650)	(1,246,512,589)
Claim Expenses Recovered from Reinsurance	231,898,884	313,339,832
Acquisition Expenses	(422,092,454)	(441,244,000)
Maintenance Expenses	(280,650,257)	(293,154,179)
Cash Paid to and On behalf of Employees	(324,374,778)	(370,768,739)
Cash Payments for Other Operating Expenses	(498,008,866)	(817,945,342)
Tax Paid	(11,898,428)	(93,815,280)
Net Cash Generated From Operating Activities	<u>1,127,574,676</u>	<u>249,704,251</u>
CASHFLOW FROM INVESTING ACTIVITIES		
Purchase of Financial Asset-HTM	(6,453,504,420)	(1,312,791,043)
Proceeds From Disposal of HTM	4,120,039,127	1,406,200,623
Receipt From Repayment Of Loan & Advances	5,290,549	8,037,392
Additional to Loan & Receivables	(8,406,528)	(5,932,000)
Investment Income Received	423,085,503	364,730,051
Other Operating Income Received	969,922	412,502
Acquisition of Property, Plant & Equipment/Capital work in Progress	(93,597,298)	(115,812,091)
Proceeds From Disposal of Property, Plant & Equipment	1,790,000	1,884,963
Rental Income Received	8,050,000	9,283,306
Acquisition of Intangible Asset	(750,000)	(18,000,000)
Deposit for Shares	(80,000,000)	-
Net Cash Generated From Investing Activities	<u>(2,077,033,144)</u>	<u>338,013,703</u>
Cash Flow From Financing Activities		
Unclaim Dividend Received From Registrar		
Deposit for Shares		
Net Cash Generated From Financing Activities	<u>-</u>	<u>-</u>
Net Increase/(Decrease) In Cash and Cash Equivalents	- 949,458,468.08	587,717,953.52
Effect of Derecognition of Ghana Subsidiary on Cash and Cash Equivalents		-
Effect of Movement in Exchange Rate on Cash and Cash Equivalents	99,775,000	81,130,662
Net Increase/(Decrease) In Cash and Cash Equivalents during the year	(849,683,468)	668,848,615
Cash and Cash Equivalents as at 1 January	<u>2,100,321,615</u>	<u>1,431,473,000</u>
Cash and Cash Equivalent as at 31 December 2022	<u>1,250,638,147</u>	<u>2,100,321,615</u>

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
1 Cash and Cash Equivalents		
Cash in Hand	3,642,014	7,909,889
Bank Balances-Current Account	542,551,443	368,610,634
<i>Shortterm placements:</i>		
Fixed Deposit	403,458,389	633,418,527
Treasury bills with original maturity < 90 days	300,986,301	1,090,381,731
Total	1,250,638,147	2,100,320,781
Current	1,250,638,147	2,100,320,781
Non- Current		
2 Financial Assets:		
The financial assets are summarised below by measurement category:		
Held to Maturity (note 2.1)	6,759,106,475	4,425,641,182.2
Fair Value through Profit or Loss - quoted Investment - (note 2.1)	524,464,461	600,553,476.8
Available-for-sale - Unquoted Investment (note 2.3)	-	-
Loans and Receivables (note 2.4)	3,997,813	5,172,979.6
	7,287,568,749	5,031,367,639
Current	7,287,568,749	5,031,367,639
Non- Current		
2.1 Held-to-maturity financial assets, at amortised cost		
Treasury Bill with Maturity year >90 days	0	2,183,851,865
Federal Government Bond	6,653,718,119	200,213,699
Deposit with Corporate Institution with Maturity year >90 day	105,388,356	2,041,575,618
	6,759,106,475	4,425,641,182
Current		
Non- Current		
The fair value of the held-to-maturity assets as at the reporting date is analysed below:		
2.2 Analysis of quoted financial assets FVTPOL are shown:		
a. Quoted Investments		
Market value as at the beginning of the year	600,553,477	572,964,067.00
Addition	-	-
Unrealised fair value gain/loss on equities	(76,089,016)	27,589,409.84
Impairment Loss		
Market value as at 31 December 2022	524,464,461	600,553,477
Analysis of available for sale instruments is shown:		
Current	524,464,461	600,553,477
Non-Current	-	-
b.) Profund Securities Limited	2,072,000	2,072,000
Impairment on Profund Securities Financial asset		
Balance at the beginning of year	(2,072,000)	(2,072,000)
Additional during the year		
Reversal during the year		
Balance at 31 December 2022	(2,072,000)	(2,072,000)
Carrying Amount	-	-

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
2.4 Loans and receivables comprise as shown below:		
(a) Staff loan		
Balance at the beginning of year	881,834	7,061,152
Additional during the year	8,406,528	5,932,000
Repayment during the year	(5,290,549)	(8,037,392)
Accrued Interest		217,220.00
	3,997,813	5,172,980
Staff Advances are less than 12 months, the estimated fair values of the advances are the undiscounted amount of estimated future cash flow estimated to be received.	3,997,813	
3 Trade Receivables		
Due from Brokers and Other Intermediaries	79,806,137	16,011,386
Current	79,806,137	16,011,386
Non-Current		
(6a) Age Analysis - premium debtor		
0 to 30 days	79,806,137	16,011,386
Above 30 days	-	-
	79,806,137	16,011,386
Impairment Loss on Trade Receivable	-	-
	79,806,137	16,011,386
4 Reinsurance Assets		
Prepaid Reinsurance Premium	889,741,046	952,252,000
Reinsurance Share of Claim Paid	336,442,000	336,442,000
Reinsurance Share of IBNR	917,701,000	917,701,000
Reinsurance Recoverable on Claims Paid	360,857	360,857
Due from treaty	49,544,802	
	2,193,789,705	2,206,755,857
Current	2,193,789,705	2,206,755,857
Non-Current		
a Prepaid Reinsurance Premium		
Balance at the beginning of year	952,252,000	655,918,000
Outward Reinsurance Premium	1,819,142,665	383,795,119
	2,771,394,665	1,039,713,119
Amortisation during the year	(1,881,653,619)	(447,581,998)
Balance at 31 December 2022	889,741,046	952,252,000
b Movement in the Reinsurance Share of Recoverables on Claim Paid		
Balance at the beginning of year	336,442,000	53,806,037
Reinsurance Recoveries From Claim Paid	-	282,635,963
Balance at 31 December 2022	336,442,000	336,442,000
c Movement in Reinsurance Share of Outstanding IBNR		
Balance as at 1 January	917,701,000	417,253,000
Charges During the year	-	500,448,000
Balance at 31 December 2022	917,701,000	917,701,000
d Movement in Recoverables on Claim Paid		
Balance as at 1 January	360,857	497,630
Charges During the year	-	(136,774)
Movement in Reinsurance Share of Outstanding IBNR	360,857	360,857

There were no indicators of impairments for re-insurance assets. Therefore, no impairment is required in respect of these assets.

The carrying amounts disclosed above is in respect of the reinsurance of insurance contracts which approximates the fair value at the reporting date.

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
5 Deferred Acquisition Cost		
Deferred acquisition costs represent commissions on unearned premium relating to the unexpired year of risks and comprise:		
General Accident	22,139,704	11,127,000
Oil & Gas	522,879	11,590,000
Fire	8,081,661	10,603,000
Motor	40,756,349	31,140,000
Aviation	3,980,177	9,050,000
Bond	81,665	129,000
Engineering	30,665,330	25,001,000
Marine	33,521,725	25,365,000
Emp/Liability	64,935	376,000
	139,814,425	124,381,000
5.1 Movement in deferred acquisition cost		
Balance at the beginning of year	124,381,000	85,068,783
Additions during the year	452,959,304	157,048,735
Amortisation during the year	(437,525,879)	(119,990,691)
Balance at 31 December 2022	139,814,425	124,381,000
Current	139,814,425	124,381,000
Non-Current		
6 Other Receivable and Prepayments		
a Due from Treaty Reinsurance		
b Prepaid Insurance	9,695,386	6,565,498
c Prepaid rent	6,686,396	6,835,220
d Sundry Receivable & Prepayment	4,995,253	5,516,342
	21,377,036	18,917,060
Current	21,377,036	18,917,060
Non-Current		
b Prepaid Insurance		
Balance at the beginning of year	6,565,498	8,722,536
Addition during the year	18,941,254	14,665,549
Charge to income statement	(15,811,366)	(16,822,587)
Balance at 31 December 2022	9,695,386	6,565,498
c Prepaid rent		
Balance at the beginning of year	6,835,220	5,703,887
Addition during the year	12,542,352	14,905,769
Charge to income statement	(12,691,176)	(13,774,435)
Balance at 31 December 2022	6,686,396	6,835,220
7 Investment in Subsidiaries		
a Regency Alliance Insurance Limited, Ghana	-	-
b RIC Properties & Investment Ltd	300,000,000	300,000,000
c RIC Microfinance Bank Limited	241,395,734	161,395,734
d RIC Technologies Limited	11,720,306	11,720,306
	553,116,040	473,116,040
Current		
Non-Current	553,116,040	473,116,040
a Regency Alliance Insurance Limited, Ghana		-
b RIC Properties & Investment Ltd		
Balance at the beginning of year	300,000,000	300,000,000
Transfer from Deposit for Share in Subsidiaries.		
Balance at 31 December 2022	300,000,000	300,000,000
c RIC Microfinance Bank Limited		
Balance at the beginning of year	161,395,734	161,395,734
Additional Share Capital	80,000,000	-
Balance at 31 December 2022	241,395,734	161,395,734
During the financial year 2022 ,the company increased the share capital of its subsidiary'Ric Microfinance bank' by injecting the sum of =N=80,000,000 as additional capital to boost its working as required by Central Bank of Nigeria The Parent's holding in Ric Microfiance Bank has been increased from 95% to 96%, all necessary documentation has been effected.		
d RIC Technologies Limited	11,720,306	11,720,306

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
8 Investment Property		
Balance at the beginning of year	510,000,000	505,000,000
Addition during the year		-
Fair value Gain	11,500,000	5,000,000
Balance at 31 December 2022	<u>521,500,000</u>	<u>510,000,000</u>
9 Intangible Assets		
(a) Intangible Assets- Computer Software		
COST		
Balance at the beginning of year	112,219,391	94,219,391
ADDITIONS	750,000	18,000,000
Balance at 31 December 2022	<u>112,969,391</u>	<u>112,219,391</u>
Accumulated Amortisation		
Balance at the beginning of year	90,659,864	86,399,163
Charge for the year	5,064,782	4,260,701
Balance at 31 December 2022	<u>95,724,646</u>	<u>90,659,864</u>
Carrying Amount as at 31 December 2022	<u>17,244,745</u>	<u>21,559,527</u>
Current		
Non-Current	17,244,745	21,559,527

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

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
11 Statutory Deposits		
These are amounts lodged with the Central Bank of the Company's areas of operations as required by the laws		
Carrying Amount as at 31 December 2022	300,000,000	300,000,000
Current		
Non-Current	300,000,000	300,000,000
The Statutory Deposit represents amounts deposited with the Central Bank of Nigeria(CBN) pursuant to Section 10(3) of the Insurance Act,2003. The deposits are not available for use by the company on a normal course of day to day business.The company has statutory deposit of =N=300,000,000.00 with (CBN) in line with Insurance Act,2003.		
12 Insurance Contract Liabilities		
Provision for unearned premium (note 12.a)	2,062,980,560	1,634,802,000
Provision for outstanding claims (note 12.b)	597,164,911	689,750,264
Incurred But Not Reported (IBNR) (12.c)	1,988,989,000	1,988,989,000
	4,649,134,471	4,313,541,264
Current	4,649,134,471	4,313,541,264
Non-Current		
12a Provision for unearned premium		
General Accident	322,940,652	165,936,000
Oil and Gas	364,028,249	474,946,000
Fire	40,238,148	52,525,000
Motor	321,905,339	249,121,000
Aviation	35,066,439	73,356,000
Bond	408,326	574,000
Engineering	311,135,946	307,272,000
Marine	666,920,460	310,120,000
Emp/Liability	337,002	952,000
	2,062,980,560	1,634,802,000
12a (i) Movement in unearned premium provision:		
Balance at the beginning of year	1,634,802,000	1,174,126,000
Movement during the year	428,178,560	460,676,000
Carrying Amount as at 31 December 2022	2,062,980,560	1,634,802,000
The Company does not make provision for premium deficiency. This is because all classes of business in which the Company is involved report a profit i.e. the premium written is in excess of claims incurred.		
12b Provision for outstanding claims		
General Accident	101,235,731	33,434,350
Oil and Gas	179,340,725	303,025,674
Fire	114,285,448	69,988,867
Motor	72,387,292	60,460,265
Aviation	2,700,000	3,800,000
Bond	14,419,148	-
Engineering	45,668,804	42,488,075
Marine	66,101,221	176,056,754
Emp/Liability	1,026,540	496,280
	597,164,911	689,750,264
Add: Provision for IBNR Claims	1,988,989,000	1,988,989,000
	2,586,153,911	2,678,739,264
b(i) Movement in outstanding claims provision:		
Balance at the beginning of year	689,750,264	611,985,090
Gross Claims incurred in the year	1,216,122,348	1,324,277,763
Claims paid during the year	(1,308,707,702)	(1,246,512,589)
Carrying Amount as at 31 December 2022	597,164,911	689,750,264
c(i) Claims incurred but not reported (IBNR) provision		
Movement in IBNR provision:		
Balance at the beginning of year	1,988,989,000	1,185,695,000
Movement during the year	-	803,294,000
Carrying Amount as at 31 December 2022	1,988,989,000	1,988,989,000

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
13 Trade Payables		
Due to Treaty Reinsurer	-	4,552,474
14 Provision and Other trade payables		
Accrued Rental Income	1,533,333	1,533,333
Accrued Expenses	144,536,370	51,254,710
Unearned Commission received	39,200,782	39,200,782
Unclaimed Dividend	59,856,988	59,856,988
	245,127,473	151,845,813
Current	245,127,473	151,845,813
Non-Current		
15 Retirement Benefits Obligations		
Balance at the beginning of year	2,773,597	3,013,402
Provision during the year	41,548,030	36,159,299
	44,321,627	39,172,701
Payment during the year	(40,868,078)	(36,399,104)
Carrying Amount as at 31 December 2022	3,453,549	2,773,597
Current	3,453,549	2,773,597
Non-Current		
The Company runs a defined contributory plan in accordance with the Pensions Reform Act where contributions are made to approved pension fund administrator.		
16 Income Tax Liabilities		
a Per Statement of Comprehensive Income		
<i>Income Tax Expense for the year</i>		
Income Tax, based on current results	135,311,385	16,400,561
Education Tax	-	127,962
	135,311,385	16,528,523
Policy Trust fund Levy	-	171,638
Information Technology Levy	-	3,432,753
Charged for the year	135,311,385	20,132,913
Deferred Income Tax movement (note 22)	-	2,396,656
	135,311,385	22,529,569
b Per Statement of Financial Position		
The movement on tax payable account during the year is as follows:		
Balance at the beginning of year	127,816,855	201,499,222
Charge for the year	135,311,385	20,132,913
Tax Paid	(11,898,428)	(93,815,000)
	251,229,812	127,817,135
Current income tax is the amount of income tax payable on the taxable profit for the year determined in line with the relevant tax legislation applicable in the areas' of operation		
Current	251,229,812	127,817,135
Non-Current		
17 Deferred Tax Liabilities		
Balance at the beginning of year	103,473,909	101,077,253
Movement during the year	-	2,396,656
Carrying Amount as at 31 December 2022	103,473,909	103,473,909
Current	103,473,909	103,473,909
Deferred tax asset and liabilities are offset when there is legally enforceable right to offset current tax asset against current tax liabilities and when the deferred income taxes asset and liabilities relate to income taxes levied by the same taxation authority on either the taxable entity or different taxable entities where there is an intention to settle the balances on net basis		
18 Deposit For Shares		
Balance as at 1 January	245,000,000	245,000,000
Movement		
Carrying Amount as at 31 December 2022	245,000,000	245,000,000

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
19 Share Capital		
Share capital comprises:		
Authorised Share Capital		
12,000,000,000 Ordinary shares of 50k each	6,000,000,000	6,000,000,000
Issued and fully Paid Share Capital		
6,668,750,000 Ordinary shares of 50k each	3,334,375,000	3,334,375,000
20 Contingency Reserves		
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% of net premium.		
Balance at the beginning of year	1,620,432,523	1,466,878,479
Transfer from retained earnings	218,087,379	153,554,044
Carrying Amount as at 31 December 2022	1,838,519,902	1,620,432,523
20 Retained Earnings		
Balance at the beginning of year	1,695,242,574	1,528,050,894
Transfer from Statement of comprehensive income	1,090,436,893	320,745,724
Transfer to contingency reserve	(218,087,379)	(153,554,044)
Transfer from fair value reserve		
Carrying Amount as at 31 December 2022	2,567,592,089	1,695,242,574
22 Gross Premium Written		
General Accident	742,067,431	589,881,240
Oil/Gas	1,637,470,383	1,637,973,496
Fire	215,502,448	212,659,024
Motor	676,806,537	611,192,164
Aviation	390,387,272	420,243,364
Bond	1,873,540	4,286,942
Engineering	769,124,933	645,331,095
Marine	1,133,527,925	989,693,402
Emp/Liability	5,694,938	7,207,399
Total	5,572,455,408	5,118,468,125
22a Gross Premium Written	5,572,455,408	1,887,114,485
(Increase)/decrease in unearned premium	(428,178,560)	(559,858,635)
Gross premium Income	5,144,276,847	4,657,792,125
23 Gross Premium Income		
General Accident	585,062,779	581,529,240
Oil/Gas	1,748,388,134	1,486,828,496
Fire	227,789,300	207,520,024
Motor	604,022,198	552,767,164
Aviation	428,676,833	383,892,364
Bond	2,039,214	5,127,942
Engineering	765,260,987	513,576,095
Marine	776,727,465	919,711,402
Emp/Liability	6,309,937	6,839,399
Total	5,144,276,847	4,657,792,125

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
24 Reinsurance Expenses		
Prepaid reinsurance at the beginning of the year	952,252,000	655,918,000
Reinsurance cost during the year	1,819,142,665	2,013,122,264
Total	2,771,394,665	2,669,040,264
Repaid reinsurance at the end of the year carry forward	889,741,046	952,252,000
Reinsurance expenses	(1,881,653,619)	(1,716,788,264)
24a Reinsurance Expenses		
General Accident	244,820,995	179,978,431
Oil/Gas	759,531,440	762,811,981
Fire	54,330,807	57,730,025
Motor	40,878,462	189,817,802
Aviation	147,070,233	208,468,531
Bond	918,869	1,054,031
Engineering	253,169,481	84,228,582
Marine	380,714,331	232,648,880
Emp/Liability	219,000	50,000
Total	1,881,653,619	1,716,788,264
25 Fees and Commission Income		
General Accident	22,897,343	17,493,204
Oil & Gas	-	-
Fire	24,448,077	25,574,060
Motor	3,262,779	4,481,727
Aviation	-	1,937,943
Bond	203,200	309,522
Engineering	24,193,753	27,842,552
Marine	10,285,068	22,408,513
Emp/Liability	-	49,677
Total	85,290,220	100,047,521
26 Claim Expenses (Gross)		
Current Year Claim Paid	1,335,182,650	1,246,512,589
(Increase)/decrease in Outstanding Claim	(92,585,354)	77,765,175
Outstanding Claim -IBNR	-	803,294,000
Total Claim and Loss Adjuster Expenses	1,242,597,297	2,127,571,763
Recovery from Claim	-	313,339,832
Recovery from Reinsurance	231,898,884	282,635,963
Recoverable from Claim	-	(136,774)
Changes In Reinsurance Share of IBNR	-	500,448,000
Net Claim and Loss Adjuster	1,010,698,413	1,031,284,742
26(a) Net Claims Expenses		
General Accident	201,678,982	120,633,425
Oil & Gas	384,330,267	451,555,881
Fire	47,431,565	87,273,270
Motor	90,763,768	121,962,123
Aviation	96,035,485	71,339,093
Bond	14,429,910	1,662,000
Engineering	95,479,356	95,221,621
Marine	76,218,865	80,839,331
Emp/Liability	4,254,867	798,000
Total	1,010,623,065	1,031,284,742

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
27 Underwriting Expenses		
a Acquisition Cost	437,525,879	401,932,234
b Maintenance Cost	280,650,257	293,154,179
	718,176,136	695,086,412
a Acquisition		
General Accident	92,809,769	78,596,323
Oil & Gas	44,336,283	37,142,067
Fire	28,018,733	28,619,935
Motor	76,021,781	73,995,563
Aviation	60,123,206	37,292,592
Bond	422,043	1,034,844
Engineering	84,029,605	79,484,105
Marine	50,316,113	64,591,845
Emp/Liability	1,448,346	1,174,960
Total	437,525,879	401,932,234
b Maintenance		
General Accident	59,019,797	64,958,100
Oil & Gas	111,986,804	74,590,336
Fire	6,900,961.74	11,348,290
Motor	18,755,220.02	33,726,562
Aviation	14,917,395.24	19,005,772
Bond	71,806.80	11,889,520
Engineering	21,407,222	25,694,330
Marine	47,443,453	51,710,583
Emp/Liability	147,596.54	230,686
Total	280,650,257	293,154,179
28 Investment Income		
Income from statutory Deposit	16,255,815	15,852,178
Income from placement with Financial Institution With Maturity < 90 days	100,970,334	53,069,669
Income from placement with Financial Institution With Maturity > 90 days	305,054,888	294,116,463.65
	422,281,037	363,038,310
b Dividend Received	804,466	1,691,741
	804,466	1,691,741
Total (a+b)	423,085,503	364,730,051
29 Other operating Income		
Rental Income	8,050,000	9,283,306
Interest Income (Staff Loan)	464,183	217,220
Sundry Income	505,739	195,282
Realised gain on PPE	1,790,000	1,884,963
	10,809,922	11,580,771
30 Net Gains on Financial Asset		
Unrealised fair value gain/(loss) on quoted equities	(76,089,016)	27,589,410
Exchange gains/(loss)	99,775,000	81,130,662
	23,685,984	108,720,071

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
31 Employee Benefit Expenses		
Salaries and Wages	247,777,126.04	236,336,173
Medical Expenses	13,710,928.89	20,661,142
Staff Training	16,817,332.89	38,416,959
Pension contribution cost	41,548,029.98	36,159,299
Staff Welfare	4,521,360.00	2,796,062
	324,374,778	334,369,635
32 Other Operating Expenses		
Motor Running Expenses	58,491,011	50,991,550
Depreciation & Amortization	22,235,579	60,998,883
Advert/Marketing Expenses	75,220,060	77,427,063
Office Repairs & Maintenance Expenses	43,358,971	43,737,365
Professional fees	25,413,696	30,713,516
Subscription & Fees	20,387,525	18,918,467
Director Emolument	12,300,000	15,240,000
Auditor Remuneration	5,125,000	5,200,000
Electricity/Generator Maintenance	48,819,820	49,370,439
Tours & Travel	60,488,915	55,703,557
Printing & stationery	40,182,553	39,453,192
Statutory Annual Dues and Levies	37,676,815	34,795,355
Rent	12,691,176	13,774,435
Insurance Expenses	15,811,366	16,822,587
Telephone Expenses	4,873,000	6,217,964
Postages	4,688,299	4,712,859
Contract Service Expenses	28,792,405	29,089,195
Bank charges	12,123,551	11,658,528
Newspaper & Periodicals	1,136,450	1,017,950
Board & AGM Expenses	5,403,063	5,189,320
Entertainment Expenses	2,278,000	2,280,000
Donations	500,000	750,000
	537,997,254	574,062,225
32 Depreciation	17,170,797	56,738,182
32.2 Amortisation	5,064,782	4,260,701
	22,235,579	60,998,883
33 PROFIT BEFORE TAX		
This is stated after charging:		
Depreciation & Amortization	22,235,579	60,998,883
Directors Emolument	12,300,000	15,240,000
Auditors Remuneration	5,125,000	5,200,000
34 DIRECTORS AND EMPLOYEES		
i The average number of full time persons employed during the year and the relative cost were as follows:		
	Number	
Management	40	36
Senior Staff	7	10
Junior Staff	51	53
	98	99

UNAUDITED FINANCIAL STATEMENT FOR THE FORTH QUARTER ENDED DECEMBER 31 2022

	DEC 2022	DEC 2021
ii Directors' remuneration paid during the year is analysed as follows:		
Directors other entitlements	12,300,000	15,240,000
Directors emolument	<u>12,300,000</u>	<u>15,240,000</u>
iii The directors remuneration shown above includes: The Chairman and 9 directors. The numbers of Directors who received fees and other emolument (excluding pension contribution) during the year were in the following ranges:		
	<u>7</u>	<u>7</u>
iv Employee cost during the year amounted to:		
Staff Cost	<u>324,374,778</u>	<u>334,369,635</u>

35 Contingencies (Litigation and Claim)

In the normal course of business, transaction are enter into that generate a range of contingent liabilities. These include litigation arising out of insurance policies and consolidated entity's undertaking from maintenance of net worth and liquidity surport to subsidiaries. Such undertakings constitute a statement of present intent only and are not intended to give rise to any binding legal obligation.

36 CAPITAL EXPENDITURE COMMITMENT

There are no material capital expenditure commitment at the end of the reporting date

37 Comparative

Where necessary, comparative figures have been adjusted to conform with changes in presentaion in the current year.

39 Contraventions and penalties

During the year, The Company paid penalties to regulatory bodies for the following contraventions:

Using Broker with expired licience in 2014 -NAICOM	500,000	
Resubmission of 2019 Audited Financial Statement -NAICOM		500,000
Late payment of certification fee- FRCN		100,000

40 Events After the end of the Reporting Year

No significant event that requires special disclosure occurred between the reporting date and the date when the financial statements were issued.

41 Security Trading Policy

The Company has a Security Trading Policy. The Policy prohibits insider trading by Directors and guides the Directors in their trading in the Company's Shares.

The Policy also precludes them from passing any price sensitive information to third parties for the purpose of trading in the Company's Shares

We have enquired from our Directors and from the information received, there was no contravention during the period under consideration.

Shareholding Structure/Free Float Status

Directors	Direct/Indirect 2022 N'000	Direct/Indirect 2021 N'000
	MR.BIYI OTEGBEYE	789,328,879
MR. CLIEM BAIYE	1,000,000	1,000,000
DR. SAMMY OLANIYI	43,580,457	44,955,457
MR. KEHINDE OYADIRAN	206,250	206,250
ALEXANDER-REISSE CONSULTING LTD	633,531,250	633,531,250
SUB-TOTAL	<u>1,467,646,836</u>	<u>1,469,021,836</u>
FREE FLOAT	<u>5,201,103,164</u>	<u>5,199,728,164</u>
PAID UP SHARE CAPITAL	6,668,750,000	6,668,750,000
FREE FLOAT %	78%	78%

Declaration

Regency Alliance Insurance Plc with a free float percntage of 78% as at 31 December 2022 and 78% as at December 2021 respetively, complied with The Exchange's free float requirements for companies listed on the Main Board.