



SUNU ASSURANCES NIGERIA PLC

**EARNINGS FORECAST
DECEMBER 31 2025**



SUNU ASSURANCES NIGERIA PLC

EARNING FORECAST FOR THE YEAR ENDING DECEMBER 31 2025

ASSUMPTIONS

- 1 Gross Premium Written for the year ending 31 December 2025 was projected at ₦17.31 billion representing 32.9% growth over ₦13.03 billion in 2024. This translates to 18.81% increase above ₦14.57 billion projected for the period ended 30 September 2025
- 2 Gross claims incurred relating to businesses of 2024 underwriting year was projected based on 5 years claims experience.
- 3 Investment income arising from the placement with banks, treasury bills and statutory deposits with central bank was projected at an average rate on investment of 9.4%, 15.0% and 9.0% per annum respectively.
- 4 The following non cash transactions were included in the Statement of Profit or Loss and Other Comprehensive Income
 - Provision for Depreciation in line with the Company's depreciation policy
 - Amortization of investment in Equity Resort Hotel based on the remaining concession year
 - Amortization of intangible assets
 - Impairment on placement and treasury bills
- 5 The underwriting expenses were projected as indicated below:
 - (i) Commission expenses was projected at 18.92% of Gross Premium Income
 - (ii) Net claims incurred was arrived at after taking cognizance of claims recovered from reinsurers, salvages and adjustment for outstanding claims and related recoveries
 - (iii) Maintenance expenses was projected at 2.90% of gross premium written
- 6 Accretion to Contingency reserve was based on 3% of Gross Premium Written

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EARNING FORECAST FOR THE YEAR ENDING DECEMBER 31 2025

	₦
Insurance Revenue	16,408,569,335
Insurance Service Expenses	(8,686,151,809)
Net Expenses from Reinsurance Contract	(2,986,067,733)
Insurance service result	4,736,349,792
Profit from concessionary arrangement	30,488,000
Investment income	1,508,190,000
Net fair value gains/(loss) on financial assets	11,130,000
Other operating income	122,347,000
Foreign Exchange Gains/(Loss)	(244,314,000)
Impairment loss	10,322,000
Operating expenses	(3,843,614,377)
Results of operating activities	2,330,898,416
Profit/(loss) before tax	2,330,898,416
Income tax	(772,747,674)
Profit/(loss) for the year	1,558,150,742

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CASHFLOW FORECAST AS AT THE YEAR ENDING DECEMBER 31 2025

Cashflow from Operating Activities	₦
Premium Received from policy holders	16,089,619,800
Reinsurance Claims Recovery	1,043,711,569
Commission paid	(4,494,302,464)
Reinsurance premium paid	(4,256,730,721)
Direct Claims paid	(3,452,268,004)
Cash paid to and on behalf of employees	(1,067,592,802)
Other operating cash payments	(3,454,081,393)
Interest & dividend received	171,523,416
Company's income tax paid	(536,426,000)
Net Cash flows from operating activities	<u>43,453,401</u>
 Cash from Investing Activities	
Purchase of fixed assets	(505,398,000)
Proceed from sale of fixed assets	9,870,000
(Purchase)/Redemption of investment	(201,637,159)
Net cash flows from investing activities	<u>(697,165,159)</u>
 Cash Flow from Financing Activities	
Equity Capital Increase	7,000,000,000
Dividend paid to shareholders	(581,080,000)
Net cashflows from financing activities	<u>6,418,920,000</u>
 Net increase/(decrease) in cash and cash equivalent	5,765,208,243
Cash and cash equivalent at the beginning of the year	11,706,632,555
Cash and cash equivalent at the end of the period	<u>17,471,840,798</u>
 Cash and cash equivalent	
Cash and bank balances	5,994,130,798
Short Term Placements	11,477,710,000
Cash and cash equivalent at the end of the period	<u>17,471,840,798</u>