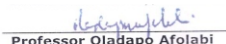




CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2015

	Group 2015	Restated Group 2014	Company 2015	Company 2014
	N'000	N'000	N'000	N'000
ASSETS				
Cash and cash equivalents	2,790,712	3,701,179	245,544	1,418,395
Financial Assets;				
At Fair value through Profit or Loss	398,789	730,763	13,393	24,334
Available for sale	1,396,167	1,572,424	202,658	202,658
Held to Maturity	346,697	357,822	-	-
Loans and Receivables	384,867	349,387	355,139	323,419
Trade receivables	441,449	659,625	13,124	63,348
Reinsurance Assets	3,686,538	2,902,474	2,709,529	2,274,292
Deferred acquisition costs	216,306	255,003	135,838	172,453
Other receivables and Prepayments	967,499	34,965	424,011	1,019,314
Investment in Subsidiaries	-	-	5,590,678	5,590,678
Loans and advances	539,873	160,544	-	-
Non current Assets held for sale	3,222,112	3,280,000	-	-
Investment Property	25,326,450	22,912,944	15,915,506	14,662,420
Deferred Income Tax	32,808	126,068	-	-
Intangible Assets	238,488	242,112	-	17,568
Property plant and equipment	6,671,407	6,659,596	4,670,928	4,765,168
Statutory deposits	556,345	520,383	500,000	500,000
TOTAL ASSETS	47,216,507	44,465,289	30,776,348	31,034,047
LIABILITIES				
Insurance Contract Liabilities	12,637,126	11,071,751	8,942,173	7,902,723
Investment Contract Liabilities	12,176,417	11,202,965	8,649,161	8,125,379
Trade payables	1,668,853	1,039,580	1,312,637	777,242
Other payables and Accruals	5,699,033	2,922,288	2,456,983	1,511,178
Income tax payable	1,754,462	1,578,654	1,484,161	1,343,017
Dividend payable	11,227	15,812	-	-
Deferred tax liabilities	1,741,915	1,454,750	854,951	477,637
Deposit for shares	1,169,783	1,163,501	-	-
Loans and Borrowings	3,146,421	2,502,995	124,106	166,942
TOTAL LIABILITIES	40,005,237	32,952,296	23,824,172	20,304,118
NET ASSETS	7,211,270	11,512,993	6,952,176	10,729,929
EQUITY				
Share capital	7,115,619	7,115,619	7,115,619	7,115,619
Share premium	8,530,781	8,530,781	8,530,781	8,530,781
Assets revaluation reserve	4,830,206	4,607,005	4,509,788	4,113,310
Fair value reserve	362,816	473,326	132,833	132,833
Contingency reserve	2,891,889	2,768,734	2,695,929	2,613,412
Capital reserve	64,214	55,382	-	-
Retained earnings	(17,210,912)	(12,740,365)	(16,032,774)	(11,776,026)
Foreign Exchange Reserve	218,521	246,332	-	-
Statutory (regulatory) reserve	114,032	124,604	-	-
SHAREHOLDERS' FUNDS	6,917,166	11,181,418	6,952,176	10,729,929
NON-CONTROLLING INTEREST	294,104	331,575	-	-
	7,211,270	11,512,993	6,952,176	10,729,929

The Group Financial Statements for the year ended 31 December 2015 were approved by the Board of Directors on 15 May, 2018 and signed on its behalf by


Professor Oladapo Afolabi
Director
FRC/2017/IPAN/00000015950


Bayo Folarin
Ag. Managing Director
FRC/2017/CIIN/00000017527


Emmanuel Udoh
Ag. Chief Finance Officer
FRC/2017/ICAN/00000017529

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED AT 31 DECEMBER 2015

	GROUP 2015	GROUP 2014	Company 2015	Company 2014
	N'000	N'000	N'000	N'000
INCOME				
Gross premium written	7,743,350	9,324,695	3,455,994	5,423,549
Changes in unearned premium	172,045	1,269,127	25,661	1,341,035
Gross Premium Income	7,915,395	10,593,822	3,481,655	6,764,584
Reinsurance cost	(1,562,775)	(2,544,064)	(969,035)	(1,945,603)
Net Premium Income	6,352,620	8,049,758	2,512,620	4,818,981
Fees and commission income	457,768	307,269	120,723	161,245
Net underwriting income	6,810,388	8,357,027	2,633,343	4,980,226
Claims expenses (Gross)	3,567,337	4,334,863	1,722,448	1,873,515
Recovered & recoverable from reinsurers	(989,645)	(597,056)	(547,575)	(206,524)
Net claims incurred	2,577,692	3,737,807	1,174,873	1,666,991
Underwriting expenses	2,743,245	2,245,517	1,346,458	1,893,500
Changes in contract liabilities	693,989	(283,847)	605,641	(283,847)
	6,014,926	5,699,477	3,126,972	3,276,644
Underwriting Profit	795,462	2,657,550	(493,629)	1,703,582
Investment income	552,335	755,237	206,633	462,652
Gains/(Loss) on disposal of investment properties	45,334	47,750	(26,908)	65,750
Interest income	156,432	453,424	-	-
Other income	531,542	2,048,902	214,465	27,874
Fair value gain through Profit or loss	1,788,560	464,797	1,555,092	392,262
Loss on investment contract	(439,888)	(2,081,695)	(529,179)	(2,081,695)
Net operating income	3,429,682	4,345,965	926,474	570,444
Finance cost	(394,288)	(203,803)	(213,822)	(65,017)
Management expenses	(5,262,426)	(4,071,427)	(3,418,948)	(1,832,702)
Impairment of receivables and Investments	(1,587,455)	(607,352)	(1,059,145)	(2,459,356)
Loss before taxation	(3,814,487)	(536,617)	(3,765,441)	(3,786,631)
Taxation	(532,476)	589,472	(408,790)	614,208
(Loss)/profit after taxation for Continuing operations	(4,346,963)	52,855	(4,174,231)	(3,172,423)
Discontinued Operations:				
Loss on discontinued operations	-	(5,195,837)	-	-
Income tax on discontinued operations	-	-	-	-
Loss after tax on discontinued operations	-	(5,195,837)	-	-
Loss for the year	(4,346,963)	(5,142,982)		
Attributable to Shareholders	(4,373,305)	(5,017,135)		
Attributable to non controlling interest	26,342	(125,851)		
Other comprehensive income (net of tax)				
Items within OCI that may be reclassified to Profit or Loss:				
Fair value gain on property, plant & equipment	-	-	566,146	394,265
Fair value gain on available for sale assets	(240,805)	176,220	0	1,447
Exchange difference on translation of foreign operations	(48,027)	1,520,436	0	0
Income tax relating to items that may be reclassified subsequently to profit or loss	68,855	(49,583)	(169,668)	(39,426)
	(219,977)	1,647,073		
Items within OCI that will not be reclassified to Profit or Loss:				
Actuarial surplus/ transfer from life fund	55,702	-	-	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	(199,925)	-	-	-
	635,998	3,671,341		
Other comprehensive income for the year, net of income tax	416,021	5,318,414		
Total comprehensive result for the year	(3,930,942)	175,432	396,478	356,286
Attributable to Shareholders	(3,931,392)	(3,651,994)	(3,777,753)	(2,816,136)
Attributable to non controlling interest	450	3,908		
Earnings per share				
Basic	(27.63)	(25.66)	(26.55)	(19.79)

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF INDUSTRIAL AND GENERAL INSURANCE PLC

Report on the Financial Statements

We have audited the accompanying consolidated and separate financial statements of **INDUSTRIAL AND GENERAL INSURANCE PLC ("the company") and its subsidiaries (together referred to as "the Group")** which comprise the consolidated and separate statement of financial position as at 31 December 2015 and the consolidated and separate statement of profit or loss and other comprehensive income, the consolidated and separate statement of changes in equity, the consolidated and separate statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Directors' Responsibility for the Financial Statements

The Directors are responsible for the preparation and fair presentation of these consolidated and separate financial statements in accordance with the International Financial Reporting Standards, the Companies and Allied Matters Act CAP C20 LFN 2004, the Insurance Act CAP I17 LFN 2004, the Financial Reporting Council of Nigeria Act 2011, and for such internal control as the Directors determine is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the consolidated and separate financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated and separate financial statements give a true and fair view of the financial position of **INDUSTRIAL AND GENERAL INSURANCE PLC and its subsidiaries** as at 31 December 2015 and of its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standards, the Companies and Allied Matters Act CAP C20 LFN 2004, the Insurance Act CAP I17 LFN 2004 and the Financial Reporting Council of Nigeria Act, 2011.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following notes in the financial statements:

Note 3(a)(vi) regarding deficit in assets cover (Hypothecation of assets) for Policy Holders Fund for General Business, Life Business and Deposit Administration Fund of N1.73 billion, N2.40 billion and N4.23 billion respectively.

Note 3(g)(ii) regarding a shortfall of N3.643billion in the Company's Solvency Margin.

These conditions indicate the existence of an uncertainty on the Group's ability to continue as a going concern.

Other Matter

The consolidated and separate financial statements of Industrial and General Insurance Plc and its subsidiaries for the year ended 31 December 2014 and 31 December 2013 were audited by another auditor who expressed an unmodified opinion on those statements on 20 October 2015.

Other reporting responsibilities

In accordance with the Sixth Schedule of Companies and Allied Matters Act CAP C20 LFN 2004 we expressly state that:

- We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
- The Group has kept proper books of account, so far as appears from our examination of those books.
- The consolidated and separate statement of financial position and its consolidated and separate statements of profit or loss and other comprehensive income are in agreement with the books of account and returns.

Contravention

The Company contravened certain sections of PENCOM and NAICOM circulars and guidelines during the year, the particulars thereof and penalty paid are as disclosed in Note 62 to the financial statements.



For: Deloitte & Touche
Chartered Accountants
Lagos, Nigeria
18 May, 2018

Engagement Partner: Joshua Ojo
FRC/2013/ICAN/0000000849

