

ENTERPRISE GROUP LIMITED
UNAUDITED CONSOLIDATED AND SEPARATE STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2019

(All amounts are in thousands of Ghana cedis)

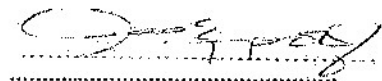
| | Unaudited The Company | Audited 2018 | Unaudited The Group | Audited 2018 |
|---|--------------------------|-----------------|------------------------|------------------|
| | 2019 | 2018 | 2019 | 2018 |
| Investment income | 44,543 | 35,591 | 107,734 | 95,136 |
| Fair value (loss)/gains on investment | - | - | 5,916 | (2,238) |
| Exchange difference on valuation of investment properties | - | - | - | 21,580.0 |
| Net Investment Income: | 44,543 | 35,591 | 113,650 | 114,478 |
| Gross insurance premium | - | - | 641,863 | 542,558 |
| Insurance premium ceded to reinsurers | - | - | (101,665) | (87,085) |
| Net premium written | - | - | 540,198 | 455,473 |
| Change in unearned premium | - | - | (4,744) | (2,043) |
| Net insurance premium revenue | - | - | 535,454 | 453,430 |
| Gain on disposal of 30% share in EPL | - | 28,389 | - | 6,531 |
| Other income | 4,233 | 2,144 | 50,211 | 32,728 |
| | 4,233 | 30,533 | 50,211 | 39,259 |
| Net income | 48,776 | 66,124 | 699,315 | 607,167 |
| Insurance benefits and claims | - | - | (252,129) | (223,650) |
| Change in insurance contract liabilities | - | - | (75,864) | (59,923) |
| Net benefits and claims | - | - | (327,993) | (283,573) |
| Net finance cost | - | - | (6,997) | (7,472) |
| Impairment loss on reinsurance receivables | - | - | - | (4,400) |
| Operating expenses | (17,867) | (16,997) | (155,752) | (147,545) |
| Commission expense | - | - | (78,915) | (67,538) |
| Commission income | - | - | - | - |
| Net expenses | (17,867) | (16,997) | (569,657) | (510,528) |
| Profit before national fiscal stabilisation levy and income tax | 30,909 | 49,127 | 129,658 | 96,639 |
| National fiscal stabilisation levy | - | - | (6,032) | (4,442) |
| Income tax expense | (851) | (6,475) | (11,010) | (4,248) |
| Profit for the period | 30,058 | 42,652 | 112,616 | 87,949 |
| Other comprehensive income | | | | |
| <i>Items that may be reclassified to profit or loss:</i> | | | | |
| Currency translation difference | - | - | - | 88 |
| | - | - | - | 88 |
| Total comprehensive income for the year | 30,058 | 42,652 | 112,616 | 88,037 |
| Profit Attributable to: | | | | |
| Owners of the parent | 30,058 | 42,652 | 71,990 | 51,856 |
| Non-controlling interest | - | - | 40,626 | 36,093 |
| | 30,058 | 42,652 | 112,616 | 87,949 |
| Total comprehensive income attributable to: | | | | |
| Owners of the parent | 30,058 | 42,652 | 71,990 | 51,068 |
| Non-controlling interest | - | - | 40,626 | 36,969 |
| | 30,058 | 42,652 | 112,616 | 88,037 |
| Earning per share for profit attributable to the equity holders of the Company during the year | | | | |
| Basic (GH¢ per share) | 0.176 | 0.250 | 0.421 | 0.303 |
| Diluted (GH¢ per share) | 0.176 | 0.250 | 0.421 | 0.302 |

ENTERPRISE GROUP LIMITED
UNAUDITED CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

(All amounts are in thousands of Ghana cedis)

| | Unaudited | Audited | Unaudited | Audited |
|---|----------------|----------------|------------------|------------------|
| | The Company | The Company | The Group | The Group |
| | 2019 | 2018 | 2019 | 2018 |
| ASSETS | | | | |
| Property and equipment | 7,565 | 6,130 | 53,914 | 48,039 |
| Intangible assets | - | - | 594 | 2,045 |
| Investment properties | - | - | 289,716 | 246,525 |
| Investment in subsidiaries | 164,400 | 164,400 | - | - |
| Deferred tax assets | 578 | 578 | 15,457 | 15,457 |
| Investment securities | 2,645 | 137,891 | 760,984 | 791,610 |
| Inventories | - | - | 416 | 238 |
| Loans and receivables | 2,943 | - | 14,707 | 24,641 |
| Prepayments | 455 | 351 | 5,239 | 5,972 |
| Deferred commission expense | - | - | 10,102 | 8,557 |
| Due from re-insurers | - | - | 12,306 | 15,560 |
| Due from related party | 116,694 | 93,095 | - | - |
| National fiscal stabilization levy receivable | - | - | - | 122 |
| Current tax assets | - | - | 767 | 742 |
| Cash and bank balances | 163,204 | 36,453 | 339,050 | 189,845 |
| Total Asset | 458,484 | 438,898 | 1,503,252 | 1,349,353 |
| EQUITY AND LIABILITIES | | | | |
| Capital and reserves | | | | |
| Stated capital | 258,886 | 258,886 | 258,886 | 258,886 |
| Deposit for shares | - | - | 996 | 996 |
| Retained earnings | 167,530 | 145,159 | 216,144 | 162,214 |
| Currency translation reserve | - | - | 814 | 814 |
| Share option reserve | - | 142 | - | 142 |
| Contingency reserve | - | - | 52,426 | 42,053 |
| Equity attributable to owners of the company | 426,416 | 404,187 | 529,266 | 465,105 |
| Non-controlling interest | - | - | 132,874 | 111,448 |
| Total equity | 426,416 | 404,187 | 662,140 | 576,553 |
| Liabilities | | | | |
| Deferred tax liabilities | - | - | 2,557 | 2,557 |
| Life fund-insurance contract liabilities | - | - | 569,407 | 492,556 |
| Unearned premiums and unexpired provision | - | - | 40,000 | 35,255 |
| Outstanding claims | - | - | 38,407 | 33,613 |
| Loans and borrowings | - | - | 43,136 | 75,154 |
| Trade and other payables | 6,617 | 5,614 | 80,158 | 68,058 |
| Policy holder retention scheme | - | - | 2,300 | 2,224 |
| Deferred commission income | - | - | 7,700 | 6,224 |
| Due to re-insurers | - | - | 9,896 | 21,235 |
| Due to related parties | 21,933 | 21,933 | 41,513 | 27,076 |
| National fiscal stabilization levy payable | - | - | 840 | 774 |
| Current tax liabilities | 3,518 | 7,164 | 5,198 | 8,065 |
| Total liabilities | 32,068 | 34,711 | 841,112 | 772,791 |
| Total equity and liabilities | 458,484 | 438,898 | 1,503,252 | 1,349,344 |

The financial statements do not contain untrue statements, misleading facts or omit material facts to the best of our knowledge.



Keli Gadzekpo
Group Chief Executive Officer



Fiifi Kwakye
Director

ENTERPRISE GROUP LIMITED

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2019

(All amounts are in thousands of Ghana cedis)

| | Stated Deposit for capital shares | Retained earnings | Currency translation reserve | Share option reserve | Contingency reserve | Total | Non- controlling interests | Total Equity |
|---|--------------------------------------|----------------------|------------------------------------|----------------------------|------------------------|---------|----------------------------------|-----------------|
| Balance at 1 January 2019 | 258,886 | 162,214 | 814 | 142 | 42,053 | 465,105 | 111,448 | 576,553 |
| Total comprehensive income | - | 71,990 | - | - | - | 71,990 | 40,626 | 112,616 |
| Profit for the year | - | - | - | - | - | - | - | - |
| Currency translation differences | - | - | - | - | - | - | - | - |
| Total comprehensive income | - | 71,990 | - | - | - | 71,990 | 40,626 | 112,616 |
| Transfer to contingency reserve | - | (10,373) | - | - | 10,373 | - | - | - |
| Transactions with owners of the company | - | (7,687) | - | - | - | (7,687) | - | (7,687) |
| Final Dividend paid for 2018 | - | - | - | - | - | - | (19,200) | (19,200) |
| - Dividends to non-controlling interest | - | - | - | - | - | - | - | - |
| Share option scheme: | - | - | - | (142) | - | (142) | - | (142) |
| - Share options not taken up | - | - | - | (142) | - | (142) | - | (142) |
| Total Transactions with owners of the company | - | (7,687) | - | (142) | - | (7,829) | (19,200) | (27,029) |
| Balance at 31 December 2019 | 258,886 | 216,144 | 814 | - | 52,426 | 529,266 | 132,874 | 662,140 |

ENTERPRISE GROUP LIMITED
UNAUDITED SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2019

(All amounts are in thousands of Ghana cedis)

| | Stated capital | Retained earnings | Share option reserve | Total Equity |
|--|-------------------|----------------------|----------------------------|-----------------|
| Balance at 1 January 2018 | 37,268 | 106,117 | 1,836 | 145,221 |
| <i>Total comprehensive income</i> | | | | |
| Profit for the year | - | 42,652 | - | 42,652 |
| Total comprehensive income | - | 42,652 | - | 42,652 |
| <i>Transactions with owners of the company</i> | | | | |
| Proceeds from rights issue | 219,721 | | | 219,721 |
| Proceeds from vested share option | 1,462 | | | 1,462 |
| Transfer from share option reserve | 435 | | (435) | - |
| Transactions cost for right issue | | (3,610) | | (3,610) |
| Share option scheme: | | | | - |
| - Value of employee services | - | - | (1,259) | (1,259) |
| Total Transactions with owners of the company | 221,618 | (3,610) | (1,694) | 216,314 |
| Balance at 31 December 2018 | 258,886 | 145,159 | 142 | 404,187 |
| Balance at 1 January 2019 | 258,886 | 145,159 | 142 | 404,187 |
| <i>Total comprehensive income</i> | | | | |
| Profit for the year | - | 30,058 | - | 30,058 |
| Total comprehensive income | - | - | - | - |
| Total comprehensive income | - | 30,058 | - | 30,058 |
| <i>Transactions with owners of the company</i> | | | | |
| Final Dividend paid for 2018 | - | (7,687) | - | (7,687) |
| Share option scheme: | - | - | - | - |
| - Options not taken up | - | - | (142) | (142) |
| Total Transactions with owners of the company | - | (7,687) | (142) | (7,829) |
| Balance at 31 December 2019 | 258,886 | 167,530 | - | 426,416 |

ENTERPRISE GROUP LIMITED
UNAUDITED CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOW
FOR THE YEAR ENDED 31 DECEMBER 2019

(All amounts are in thousands of Ghana cedis)

| | Unaudited The Company 2019 | Audited 2018 | Unaudited The Group 2019 | Audited 2018 |
|--|----------------------------------|-----------------|--------------------------------|------------------|
| Cash flows from operating activities | | | | |
| Cash (used in)/generated from operations | (37,497) | (25,203) | 152,814 | 64,649 |
| Investment income received | 14,943 | 9,254 | 102,270 | 101,236 |
| Income tax paid | (4,497) | (33) | (13,881) | (8,641) |
| National fiscal stabilisation levy paid | - | - | (5,843) | (3,830) |
| | <u>(27,051)</u> | <u>(15,982)</u> | <u>235,360</u> | <u>153,414</u> |
| Cash flows from investing activities | | | | |
| Proceeds from sale of equity securities | - | - | - | 324 |
| Net purchase of unlisted debt securities | 135,247 | (48,012) | 30,626 | (130,638) |
| Acquisition of investment property | - | - | (29,813) | (9,944) |
| Acquisition of property and equipment | (3,322) | (5,859) | (13,595) | (16,815) |
| Proceeds from sale of property and equipment | 106 | 62 | 330 | 617 |
| Purchase of intangible assets | - | - | (22) | (884) |
| Proceeds from net sale and buy back of shares | - | 3,955 | - | 3,955 |
| Dividend received from subsidiaries | 29,600 | 15,800 | - | - |
| Dividend received from equity securities held | - | 28 | - | 1,006 |
| Net cash (used in)/generated from investing activities | <u>161,631</u> | <u>(34,026)</u> | <u>(12,474)</u> | <u>(152,379)</u> |
| Cash flow from financing activities | | | | |
| Dividends paid | (7,687) | - | (41,519) | (23,209) |
| Proceeds from issue of shares | - | 219,720 | - | 219,720 |
| Proceeds from vested shares | (142) | 1,463 | 142 | 1,463 |
| Payment to BSHL for share buy back in ELAC | - | (82,328) | - | (82,328) |
| Net movement in loans and borrowings | - | - | (32,019) | (7,439) |
| Transaction cost paid on right issue | - | (3,610) | - | (3,610) |
| Proceeds from capital injection from BSHL | - | - | - | 8,585 |
| Net cash generated from financing activities | <u>(7,829)</u> | <u>135,245</u> | <u>(73,680)</u> | <u>113,182</u> |
| Net increase/ (decrease) in cash and cash equivalents | 126,751 | 85,237 | 149,206 | 114,217 |
| Cash and cash equivalents at beginning of year | 36,453 | 35,478 | 189,844 | 173,643 |
| Effect of exchange difference on cash held | - | 2,186 | - | 4,061 |
| Cash and cash equivalents at end of year | <u>163,204</u> | <u>122,901</u> | <u>339,050</u> | <u>291,921</u> |

ENTERPRISE GROUP LIMITED
NOTES FORMING PART OF THE UN-AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

1 General information

Enterprise Group Limited and its subsidiaries ("the Group") under takes the business of investments, life and non-life insurance underwriting, pensions funds management, provision of funeral services and real estate development and management.

The Company is registered and domiciled in Ghana with a registered office address of Advantage Place, Mayor Road, Ridge West, PMB GP150, Accra.

2 Basis of Preparation

2.1 Basis of accounting

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) and in the manner required by the Companies Act, 1963 (Act 179). The financial statements have been prepared under the historical cost conversion, except for investment properties, insurance contract liabilities and financial assets held at fair value through profit or loss which have been measured at fair value.

2.2 Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Ghana Cedi (GHC), which is the functional currency of the Company. All financial information presented in Ghana cedis have been rounded to the nearest thousand, except when otherwise stated.

3 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these un-audited financial statements are the same accounting policies used for the most recent audited financial statements of the Company. These policies have been consistently applied.

4 Critical accounting estimates and judgements

The Group makes estimates and assumptions concerning the future. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The resulting accounting estimates will, by definition, seldom equal the related actual results.