



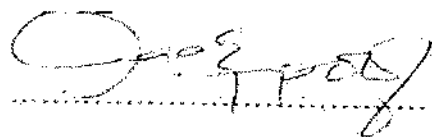
# **ENTERPRISE GROUP LIMITED**

**Q2 2020 UNAUDITED FINANCIAL STATEMENTS**

**ENTERPRISE GROUP LIMITED**  
**CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2020**

*(All amounts are in thousands of Ghana cedis)*

|   | The Company    |                | The Group        |                  |
|---|----------------|----------------|------------------|------------------|
|   | 2020           | 2019           | 2020             | 2019             |
| <b>ASSETS</b>                                       |                |                |                  |                  |
| Deferred tax assets                                 | 733            | 578            | 11,207           | 15,457           |
| Investment in subsidiaries                          | 164,400        | 164,400        | -                | -                |
| Investment property                                 | -              | -              | 270,893          | 247,808          |
| Property and equipment                              | 18,248         | 7,653          | 76,139           | 59,287           |
| Intangible assets                                   | -              | -              | 326              | 910              |
| Investment securities                               | 2,419          | 74,721         | 869,829          | 788,511          |
| Inventories   | -              | -              | 300              | 107              |
| Loans and receivables                               | 2,653          | -              | 17,406           | 24,988           |
| Prepayments   | 351            | 351            | 5,900            | 5,516            |
| Deferred commission expense                         | -              | -              | 15,383           | 11,395           |
| Due from re-insurers                                | -              | -              | 16,626           | 12,403           |
| Due from related party                              | 125,641        | 86,204         | -                | -                |
| National fiscal stabilization levy receivable       | -              | -              | -                | 25               |
| Current tax assets                                  | -              | -              | 766              | 1,210            |
| Cash and bank balances                              | 166,902        | 114,541        | 336,496          | 255,333          |
| <b>Total assets</b>                                 | <b>481,347</b> | <b>448,448</b> | <b>1,621,271</b> | <b>1,422,950</b> |
| <b>EQUITY AND LIABILITIES</b>                       |                |                |                  |                  |
| <b>Capital and reserves</b>                         |                |                |                  |                  |
| Stated capital                                      | 258,886        | 258,886        | 258,886          | 258,886          |
| Deposit for shares                                  | -              | -              | 996              | 996              |
| Retained earnings                                   | 179,388        | 154,332        | 245,178          | 175,925          |
| Foreign currency translation reserve                | -              | -              | 1,074            | 814              |
| Share option reserve                                | -              | 142            | -                | 142              |
| Contingency reserve                                 | -              | -              | 56,620           | 45,338           |
| <b>Equity attributable to owners of the company</b> | <b>438,274</b> | <b>413,360</b> | <b>562,754</b>   | <b>482,101</b>   |
| Non-controlling interest                            | -              | -              | 164,163          | 114,468          |
| <b>Total equity</b>                                 | <b>438,274</b> | <b>413,360</b> | <b>726,917</b>   | <b>596,569</b>   |
| <b>Liabilities</b>                                  |                |                |                  |                  |
| Life fund   | -              | -              | 600,635          | 536,461          |
| Lease liability                                     | 13,893         | -              | 7,909            | -                |
| Deferred tax liabilities                            | -              | -              | -                | 2,557            |
| Loans and borrowings                                | -              | -              | 35,277           | 52,437           |
| Policy holder retention scheme                      | -              | -              | 2,084            | 2,175            |
| Unearned premiums and unexpired provision           | -              | -              | 60,605           | 47,639           |
| Outstanding claims                                  | -              | -              | 41,370           | 37,048           |
| Trade and other payables                            | 4,580          | 6,140          | 85,704           | 64,060           |
| Deferred commission income                          | -              | -              | 10,011           | 7,509            |
| Due to re-insurers                                  | -              | -              | 12,976           | 11,473           |
| Due to related parties                              | 21,933         | 21,933         | 34,105           | 57,602           |
| National fiscal stabilization levy payable          | -              | -              | 454              | -                |
| Current tax liabilities                             | 2,667          | 7,015          | 3,224            | 7,420            |
| <b>Total liabilities</b>                            | <b>43,073</b>  | <b>35,088</b>  | <b>894,354</b>   | <b>826,381</b>   |
| <b>Total equity and liabilities</b>                 | <b>481,347</b> | <b>448,448</b> | <b>1,621,271</b> | <b>1,422,950</b> |



**Keli Gadzekpo**  
**Group Chief Executive Officer**



**Fiifi Kwakye**  
**Director**

**ENTERPRISE GROUP LIMITED**  
**CONSOLIDATED AND SEPARATE STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2020**

*(All amounts are in thousands of Ghana-cedis)*

|  | The Company     |                 | The Group        |                  |
|--|-----------------|-----------------|------------------|------------------|
|  | 2020            | 2019            | 2020             | 2019             |
| Investment income  | 26,194          | 19,971          | 50,689           | 49,758           |
| Investment expenses  | -               | -               | (2,201)          | -                |
| <b>Net investment income</b>   | <b>26,194</b>   | <b>19,971</b>   | <b>48,488</b>    | <b>49,758</b>    |
| Gross insurance premium  | -               | -               | 389,161          | 314,192          |
| Insurance premium ceded to reinsurers  | -               | -               | (62,113)         | (50,147)         |
| <b>Net insurance premium</b>   | <b>-</b>        | <b>-</b>        | <b>327,048</b>   | <b>264,045</b>   |
| Change in unearned premium   | -               | -               | (20,605)         | (12,384)         |
| <b>Net insurance premium revenue</b>   | <b>-</b>        | <b>-</b>        | <b>306,443</b>   | <b>251,661</b>   |
| Other income   | (1,041)         | 663             | 23,336           | 15,461           |
| <b>Net income</b>  | <b>25,153</b>   | <b>20,634</b>   | <b>378,267</b>   | <b>316,880</b>   |
| Insurance benefits and claims  | -               | -               | (135,525)        | (113,458)        |
| Change in life fund  | -               | -               | (31,383)         | (44,179)         |
| <b>Net benefits and claims</b>   | <b>-</b>        | <b>-</b>        | <b>(166,908)</b> | <b>(157,637)</b> |
| Finance cost   | (1,286)         | -               | (7,231)          | (4,477)          |
| Operating expenses   | (10,686)        | (11,461)        | (84,306)         | (78,860)         |
| Commission expense   | -               | -               | (45,609)         | (37,578)         |
| <b>Net expenses</b>  | <b>(11,972)</b> | <b>(11,461)</b> | <b>(304,054)</b> | <b>(278,552)</b> |
| <b>Profit before national fiscal stabilisation levy and income tax</b>                                   | <b>13,181</b>   | <b>9,173</b>    | <b>74,213</b>    | <b>38,328</b>    |
| National fiscal stabilisation levy   | -               | -               | (3,863)          | (2,435)          |
| Income tax expense   | -               | -               | (6,468)          | (4,677)          |
| <b>Profit for the year</b>   | <b>13,181</b>   | <b>9,173</b>    | <b>63,882</b>    | <b>31,216</b>    |
| <b>Other comprehensive income</b>  |                 |                 |                  |                  |
| <i>Items that may be reclassified to profit or loss:</i>   |                 |                 |                  |                  |
| Foreign operations - translation difference  | -               | -               | -                | -                |
| <b>Total comprehensive income for the period</b>   | <b>13,181</b>   | <b>9,173</b>    | <b>63,882</b>    | <b>31,216</b>    |
| <b>Profit Attributable to:</b>   |                 |                 |                  |                  |
| Owners of the parent   | 13,181          | 9,173           | 36,088           | 16,996           |
| Non-controlling interest   | -               | -               | 27,794           | 14,220           |
|  | <b>13,181</b>   | <b>9,173</b>    | <b>63,882</b>    | <b>31,216</b>    |
| <b>Total comprehensive income attributable to:</b>   |                 |                 |                  |                  |
| Owners of the parent   | 13,181          | 9,173           | 36,088           | 16,996           |
| Non-controlling interest   | -               | -               | 27,794           | 14,220           |
|  | <b>13,181</b>   | <b>9,173</b>    | <b>63,882</b>    | <b>31,216</b>    |
| <b>Earnings per share for profit attributable to the equity holders of the company during the period</b> |                 |                 |                  |                  |
| Basic (GH¢ per share)  | 0.077           | 0.054           | 0.211            | 0.099            |
| Diluted (GH¢ per share)  | 0.077           | 0.054           | 0.211            | 0.099            |

**ENTERPRISE GROUP LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2019**

(All amounts are in thousands of Ghana cedis)

|   | Stated capital | Deposit for shares | Retained earnings | Foreign currency translation reserve | Share option reserve | Contingency reserve | Total   | Non-controlling interests | Total Equity |
|---|----------------|--------------------|-------------------|--------------------------------------|----------------------|---------------------|---------|---------------------------|--------------|
| Balance at 1 January 2019                     | 258,886        | 996                | 162,214           | 814                                  | 142                  | 42,053              | 465,105 | 111,448                   | 576,553      |
| Total comprehensive income                    | -              | -                  | 16,996            | -                                    | -                    | -                   | 16,996  | 14,220                    | 31,216       |
| Profit for the period                         | -              | -                  | 16,996            | -                                    | -                    | -                   | 16,996  | 14,220                    | 31,216       |
| Total comprehensive income                    | -              | -                  | 16,996            | -                                    | -                    | -                   | 16,996  | 14,220                    | 31,216       |
| Transfer to contingency reserve               | -              | -                  | (3,285)           | -                                    | -                    | 3,285               | -       | -                         | -            |
| Transactions with owners of the company       | -              | -                  | -                 | -                                    | -                    | -                   | -       | (11,200)                  | (11,200)     |
| - Dividends to non-controlling interest -ELAC | -              | -                  | -                 | -                                    | -                    | -                   | -       | (11,200)                  | (11,200)     |
| Total Transactions with owners of the company | -              | -                  | -                 | -                                    | -                    | -                   | -       | (11,200)                  | (11,200)     |
| Balance at 30 June 2019                       | 258,886        | 996                | 175,925           | 814                                  | 142                  | 45,338              | 482,101 | 114,468                   | 596,569      |

**ENTERPRISE GROUP LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

(All amounts are in thousands of Ghana cedis)

|   | Stated capital | Deposit for shares | Retained earnings | Foreign currency translation reserve | Share option reserve | Contingency reserve | Total   | Non-controlling interests | Total Equity |
|---|----------------|--------------------|-------------------|--------------------------------------|----------------------|---------------------|---------|---------------------------|--------------|
| Balance at 1 January 2020                     | 258,886        | 996                | 213,284           | 1,074                                | -                    | 52,426              | 526,666 | 140,229                   | 666,895      |
| Total comprehensive income                    | -              | -                  | 36,088            | -                                    | -                    | -                   | 36,088  | 27,794                    | 63,882       |
| Profit for the period                         | -              | -                  | 36,088            | -                                    | -                    | -                   | 36,088  | 27,794                    | 63,882       |
| Total comprehensive income                    | -              | -                  | 36,088            | -                                    | -                    | -                   | 36,088  | 27,794                    | 63,882       |
| Transfer to contingency reserve               | -              | -                  | (4,194)           | -                                    | -                    | 4,194               | -       | -                         | -            |
| Transactions with owners of the company       | -              | -                  | -                 | -                                    | -                    | -                   | -       | (3,260)                   | (3,260)      |
| - Dividends to non-controlling interest -ELAC | -              | -                  | -                 | -                                    | -                    | -                   | -       | (600)                     | (600)        |
| - Dividends to non-controlling interest -BTL  | -              | -                  | -                 | -                                    | -                    | -                   | -       | (3,260)                   | (3,260)      |
| Total Transactions with owners of the company | -              | -                  | -                 | -                                    | -                    | -                   | -       | (3,860)                   | (3,860)      |
| Balance at 30 June 2020                       | 258,886        | 996                | 245,178           | 1,074                                | -                    | 56,620              | 562,754 | 164,163                   | 726,917      |

**ENTERPRISE GROUP LIMITED**  
**SEPARATE STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

*(All amounts are in thousands of Ghana cedis)*

|                                   | Stated<br>capital | Retained<br>earnings | Share<br>option<br>reserve | Total<br>Equity |
|-----------------------------------|-------------------|----------------------|----------------------------|-----------------|
| Balance at 1 January 2019         | 258,886           | 145,159              | 142                        | 404,187         |
| <i>Total comprehensive income</i> |                   |                      |                            |                 |
| Profit for the year               | -                 | 9,173                | -                          | 9,173           |
| Total comprehensive income        | -                 | 9,173                | -                          | 9,173           |
| <b>Balance at 30 June 2019</b>    | <b>258,886</b>    | <b>154,332</b>       | <b>142</b>                 | <b>413,360</b>  |
| Balance at 1 January 2020         | 258,886           | 166,207              | -                          | 425,093         |
| <i>Total comprehensive income</i> |                   |                      |                            |                 |
| Profit for the period             | -                 | 13,181               | -                          | 13,181          |
| Total comprehensive income        | -                 | 13,181               | -                          | 13,181          |
| <b>Balance at 30 June 2020</b>    | <b>258,886</b>    | <b>179,388</b>       | <b>-</b>                   | <b>438,274</b>  |

**ENTERPRISE GROUP LIMITED**  
**CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

*(All amounts are in thousands of Ghana cedis)*

|  | Note | The Company     |                | The Group       |                 |
|--|------|-----------------|----------------|-----------------|-----------------|
|  |      | 2020            | 2019           | 2020            | 2019            |
| <b>Cash flows from operating activities</b>            |      |                 |                |                 |                 |
| Cash (used in)/generated from operations               |      | (21,380)        | (2,559)        | 91,456          | 78,425          |
| Investment income received                             |      | (206)           | 3,171          | 48,488          | 49,759          |
| Interest paid on lease liabilities                     |      | (606)           | -              | (1,205)         | -               |
| Income tax paid  |      | (79)            | (149)          | (7,933)         | (5,571)         |
| National fiscal stabilisation levy paid                |      | -               | -              | (5,440)         | (3,330)         |
| Net cash (used in)/generated from operating activities |      | <u>(22,271)</u> | <u>463</u>     | <u>125,366</u>  | <u>119,283</u>  |
| <b>Cash flows from investing activities</b>            |      |                 |                |                 |                 |
| Purchases of equity securities                         |      | -               | -              | 17,843          | -               |
| Net purchase of unlisted debt securities               |      | 257             | 63,171         | (93,518)        | 3,098           |
| Acquisition of investment property                     |      | -               | -              | (401)           | (1,284)         |
| Acquisition of property and equipment                  |      | (446)           | (2,346)        | (3,990)         | (14,264)        |
| Proceeds from sale of property and equipment           |      | -               | -              | (380)           | 108             |
| Purchase of intangible assets                          |      | -               | -              | -               | (102)           |
| Dividend received from subsidiaries                    |      | 26,400          | 16,800         | -               | -               |
| Net cash generated from/(used in) investing activities |      | <u>26,211</u>   | <u>77,625</u>  | <u>(80,446)</u> | <u>(12,444)</u> |
| <b>Cash flows from financing activities</b>            |      |                 |                |                 |                 |
| Dividends paid to non-controlling interest             |      | -               | -              | (3,860)         | (18,632)        |
| Repayments of loans and borrowings                     |      | -               | -              | (7,858)         | (22,718)        |
| Principal lease payments                               |      | (242)           | -              | 690             | -               |
| Net cash used in financing activities                  |      | <u>(242)</u>    | <u>-</u>       | <u>(11,028)</u> | <u>(41,350)</u> |
| Net increase in cash and cash equivalents              |      | 3,698           | 78,088         | 33,892          | 65,489          |
| Cash and cash equivalents at beginning of period       |      | 163,204         | 36,453         | 302,604         | 189,844         |
| Cash and cash equivalents at end of period             |      | <u>166,902</u>  | <u>114,541</u> | <u>336,496</u>  | <u>255,333</u>  |

**ENTERPRISE GROUP LIMITED**  
**NOTES FORMING PART OF THE UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 30 JUNE 2020**

**1 General Information**

Enterprise Group Limited is a Company registered and domiciled in Ghana with a registered office address of Advantage Place, Mayor Road, Ridge West, PMB GP150, Accra. Enterprise Group Limited and its subsidiaries (collectively the Group) undertakes the business of investments, life and non-life insurance underwriting, pensions funds management, provision of funeral services and real estate development and management.

**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, 2019 (Act 992). 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**

The financial statements are presented in Ghana Cedi (GH¢), 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 used for the most recent audited financial statements have been consistently applied in the preparation of these un-audited financial statements except for IFRS 16 Leases which has been applied to the current period.

**4 Critical accounting estimates and judgements**

In the preparation of the financial statements, management is required to make judgements, estimates and assumptions that affect reported income, expenses, assets and liabilities. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates, which may be material to the financial statements within the next financial period. The impact of such revisions is recognised in the period in which the estimates are revised and any future period impacted.